

LINE ITEM AND BOILERPLATE SUMMARY

COMMUNITY HEALTH

**Fiscal Year 2002-03
Public Act 519 of 2002
Senate Bill 1101**

As Enacted

Prepared and Compiled by:

**Margaret Alston, Fiscal Analyst
Bill Fairgrieve, Deputy Director
Susan Frey, Fiscal Analyst
Tumai Burris, Budget Assistant**



Mitchell E. Bean, Director

December 2002

HOUSE FISCAL AGENCY GOVERNING COMMITTEE

Representatives:

Marc Shulman, Chair
Rick Johnson
Bruce Patterson

A. T. Frank, Vice Chair
Samuel Buzz Thomas, III
Gilda Jacobs

MICHIGAN HOUSE OF REPRESENTATIVES APPROPRIATIONS COMMITTEE

Representatives:

Marc Shulman, Chair
Charles LaSata, Vice Chair
Cameron Brown
Sandra Caul
Patricia Godchaux
Mark Jansen
Ron Jelinek
Jerry Kooiman
David Mead
Mickey Mortimer
Gary Newell
John Pappageorge
Mike Pumford
Scott Shackleton
Tony Stamas

John Stewart
Laura Toy
Jerry Vander Roest
A. T. Frank, Minority Vice Chair
Richard Brown
Hansen Clarke
Patricia Lockwood
Steve Pestka
Clarence Phillips
James Plakas
Triette Reeves
Keith Stallworth
Michael Switalski
Gretchen Whitmer

STATE OF MICHIGAN
HOUSE OF REPRESENTATIVES



HOUSE FISCAL AGENCY

MITCHELL E. BEAN, DIRECTOR

P.O. BOX 30014
LANSING, MICHIGAN 48909-7514
PHONE: (517) 373-8080 FAX: (517) 373-5874
www.house.state.mi.us/hfa

GOVERNING COMMITTEE

MARC SHULMAN, CHAIR	A. T. FRANK, V-C
RICK JOHNSON	SAMUEL BUZZ THOMAS, III
BRUCE PATTERSON	GILDA JACOBS

December 2002

To: Members of the House of Representatives

We have prepared a Line Item Summary for each of the FY 2002-03 appropriation acts. Each Summary contains line-by-line detail, including the amount and purpose of each appropriation line and information regarding related boilerplate sections, for a specific appropriation act. Following the line item detail, we have included a section that provides a brief explanation of each boilerplate section in the appropriations bill. Please note that ~~strikeouts~~ in this report show the effects of vetoes.

This Line Item Summary explains line items in the *enacted* Department of Community Health Appropriations Bill, Public Act (PA) 519 of 2002. It also includes funding for 2002 PA 519 for vetoed items appropriated in 2002 PAs 303, 304, and 562. Executive Order 2002-22 reductions and supplemental appropriations in 2002 PA 746 are not incorporated in this document. This report was prepared by Margaret Alston, Fiscal Analyst; Bill Fairgrieve, Associate Director; and Susan Frey, Fiscal Analyst. Tumai Burris, Budget Assistant, assisted with the preparation.

If you would like to obtain a Line Item Summary for a particular budget area, please contact Jeanne Dee, Administrative Assistant, at 373-8080.

Mitchell E. Bean, Director

TABLE OF CONTENTS

DEPARTMENT OF COMMUNITY HEALTH	1
Departmentwide Administration	3
Mental Health/Substance Abuse Services Administration and Special Projects	6
Community Mental Health/Substance Abuse Services Programs	8
State Psychiatric Hospitals, Centers for Persons with Developmental Disabilities, and Forensic and Prison Mental Health Services	11
Public Health Administration	15
Infectious Disease Control	17
Laboratory Services	19
Epidemiology.....	20
Local Health Administration and Grants.....	22
Chronic Disease and Injury Prevention and Health Promotion	24
Community Living, Children, and Families	28
Women, Infants, and Children Food and Nutrition Programs	32
Children's Special Health Care Services	33
Office of Drug Control Policy.....	35
Crime Victim Services Commission	36
Office of Services to the Aging.....	37
Medical Services Administration	40
Medical Services	41
Information Technology.....	45
Budgetary Savings	46
Early Retirement Savings.....	47
BOILERPLATE	48

GLOSSARY

Frequently-Used State Budget Terms

Adjusted Gross

Total net amount of all line item gross appropriations less (or minus) interdepartmental grants (IDGs) and intradepartmental transfers (IDTs)

Boilerplate

Specific language sections contained in an appropriations act which direct, limit or restrict line item expenditures, and/or require reports

Budget Stabilization Fund (BSF)

The countercyclical economic and budget stabilization fund—also known as the "rainy day" fund

Federal Revenues

Federal grant or matchable revenues dedicated to specific programs

General Fund/General Purpose (GF/GP)

The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues

Gross Appropriations (Gross)

The total of all applicable line item spending authorizations

Interdepartmental Grant (IDG)

Revenue or funds received by one state department from another state department (usually for a service the receiving department provides)

Intradepartmental Transfer (IDT)

Transfers or funds being provided from one appropriation unit to another in the same department

Lapses

Unspent/unobligated funds remaining in line item accounts at the end of the fiscal year

Line Items

Specific funding amount in an appropriations bill which establishes spending authorization for a particular program or function (may be for a single purpose or for multiple purposes)

Local Revenue

Revenues from local units of government

State Restricted (Restricted Funds)

State revenue dedicated to a specific fund; revenue which results from state mandates or initiatives; used for used for specific programs pursuant to the Constitution or statute

Private Funds

Revenues from non-government entities such as rents, royalties or interest payments, payments from hospitals, payments from individuals, and gifts and bequests

School Aid Fund (SAF)

The primary funding source for K-12 schools and Intermediate School Districts (ISDs)

Work Project

An account established to allow for certain specific unspent funds to be carried over from one fiscal year to a succeeding fiscal year or years

DEPARTMENT OF COMMUNITY HEALTH

The Department of Community Health (DCH), established by Executive Order in 1996, consolidated the former Departments of Mental Health and Public Health with Medicaid and the Office of Drug Control Policy. In 1997, the Office of Services to the Aging, the Adult Home Help Program, and the Social Services to the Physically Disabled Program were also brought into the Department from the Family Independence Agency. The Crime Victims Services Commission was transferred from the Department of Management and Budget to Community Health in 1997 as well. The DCH is responsible for the development of health policy and the management of Michigan's publicly-funded health care systems.

The Department's mission for the public mental health system is to serve citizens by diminishing the impact and incidence of developmental disability, emotional disturbance, and mental illness.

With respect to substance abuse treatment and prevention activities, the Department's mission is to promote the health and welfare of individuals through the reduction of substance abuse, and to participate in efforts to address its social, personal, and economic consequences.

The Community Public Health Administration seeks to protect and improve the health of Michigan's residents through disease prevention programs, working with vulnerable populations on controlling health problems, developing health service delivery systems, and preventing and controlling environmental health hazards.

The Department's Medical Services unit provides health care coverage for low income persons throughout the state who meet the eligibility requirements for Medicaid, MICHild, and the State Medical Program.

The Office of Drug Control Policy's mission is to work with local law enforcement agencies and educational providers to reduce illegal drug use, lower crime rates, and educate young people about the dangers of substance abuse.

The mission of the Office of Services to the Aging is to promote independence and enhance the dignity of Michigan's older persons and their families through advocacy, leadership, and innovation of policies, programs, and services.

The Crime Victims Services Commission provides a combination of services, support, and compensation for the victims of crime.

Full-time equated unclassified positions	6.0	Full-time equated (FTE) positions not in the state classified service
Full-time equated classified positions	5,666.3	Full-time equated (FTE) positions in the state classified service
Average population	1,438.0	Average number of patients at five state-operated psychiatric hospitals, one center for persons with developmental disabilities, and the Forensic Center
GROSS APPROPRIATION	\$9,799,182,300 \$9,397,514,400	Total of all applicable line item appropriations for the Department of Community Health
Total interdepartmental grants and intradepartmental transfers	69,172,900	Total of all funds received from other departments
ADJUSTED GROSS APPROPRIATION	\$9,730,009,400 \$9,328,341,500	Net of gross appropriations, interdepartmental grants, and intradepartmental transfers
Total federal revenues	5,177,291,200 5,002,000,200	Total federal grant or matchable revenues
Total local revenues	1,065,265,900 946,584,600	Total revenues from local units of government

Total private revenues	64,736,600	Total private grant revenues
Tobacco settlement revenue	70,768,200	State revenue from a settlement agreement with tobacco companies
Total other state restricted revenues	874,240,600 704,053,300	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose
GENERAL FUND/ GENERAL PURPOSE	\$2,477,706,900 \$2,540,198,900	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues

NOTE: Revenue sources do not total gross and adjusted gross appropriation because of an error contained in 2002 PA 562.

SECTION 102: DEPARTMENTWIDE ADMINISTRATION

This appropriation unit contains funding for the centralized administrative functions of the Department of Community Health and the Developmental Disabilities Council.

Full-time equated unclassified positions	6.0	Full-time equated (FTE) positions not in the state classified service
Full-time equated classified positions	343.5	Full-time equated (FTE) positions in the state classified service supporting departmental administration and management, certificate of need program administration, Developmental Disabilities Council, and primary care services
Director and other unclassified - 6.0 FTE positions	581,500	Salaries of the Director and five other full-time equated positions which are not part of the state's civil service classified system; salaries do not include fringe benefits Funding Source(s): GF/GP 581,500
<i>Related Boilerplate Section(s): None</i>		
Community health advisory council	28,900	Miscellaneous expenses associated with a 15-member advisory council created pursuant to Executive Order 1997-4 to advise the Director of Department of Community Health on developing and implementing community health policies and services Funding Source(s): GF/GP 28,900
<i>Related Boilerplate Section(s): 302</i>		
Departmental administration and management - 319.7 FTE positions	26,969,200	Funds administrative staff responsible for carrying out the powers and duties of the Department of Community Health which includes FTE positions within the Budget and Finance Administration, Bureau of Human Resources and Administrative Service, Administrative Tribunal, Health Legislation and Policy Development, and Health Promotions and Publications; funds contracts related to administering the Department of Community Health; and funds FTE positions, contractual services, supplies, materials, travel, equipment and other costs associated with the Lansing Metropolitan Area Network (LMAN) which allows state departments to electronically communicate with each other via e-mail Funding Source(s): Federal 6,303,500 Restricted 1,579,800 GF/GP 19,085,900
<i>Related Boilerplate Section(s): None</i>		
Certificate of need program administration - 13.0 FTE positions	944,800	Funds FTE positions, contractual services, supplies, travel, equipment, and other costs related to carrying out the Certificate of Need (CON) program, which is a state regulatory program intended to balance cost, quality, and access issues, and ensure that only needed health services and facilities are developed in Michigan Funding Source(s): IDG 101,600 Restricted 620,300 GF/GP 222,900
<i>Related Boilerplate Section(s): None</i>		

Worker's compensation program	10,506,800	Central funding source for all worker's compensation claims against the Department; funds wage and salary and related fringe benefits for employees who return to work under limited duty assignments Funding Source(s): GF/GP 10,506,800
<i>Related Boilerplate Section(s): 301</i>		
Rent and building occupancy	9,020,100	Payment for rental space in privately-owned buildings in various statewide locations such as buildings formerly under the jurisdiction of the Department of Public Health and the Chandler Building; payments to Department of Management and Budget for rent, security, and operating costs of state-owned buildings Funding Source(s): Federal 2,527,700 Private 35,900 Restricted 157,000 GF/GP 6,299,500
<i>Related Boilerplate Section(s): None</i>		
Developmental disabilities council and projects - 9.0 FTE positions	2,743,600	A 21-member Council required by both federal and state law, and funded completely with federal dollars; Council is responsible for development and implementation of a state plan to improve the capacity of the service delivery network, establishment of local interagency coordinating committees, and advocacy for persons with developmental disabilities Funding Source(s): Federal 2,743,600
<i>Related Boilerplate Section(s): None</i>		
Rural health services	726,000	Funds awarded in a contract to the Michigan Center for Rural Health for coordinating, planning, and advocating for improved health and health care for residents in rural areas, and providing technical assistance to the Department on rural health issues and programs Funding Source(s): Federal 600,000 GF/GP 126,000
<i>Related Boilerplate Section(s): None</i>		
Michigan essential health care provider program	954,100 1,449,100	A line item transferred from the Medical Services Administration appropriation unit that is administered by the Executive Office; funds are used to assist primary care providers who practice in designated medically underserved areas in the repayment of health education loans Funding Source(s): Federal 725,000 Private 150,000 GF/GP 574,100
<i>\$495,000 is restored due to cigarette tax increase.</i>		
<i>Related Boilerplate Section(s): 263, 304, 309, 310</i>		
Palliative and hospice care	316,200	A line item transferred from Medical Services Administration appropriation unit that is administered by the Executive Office; funds education programs on palliative care, hospice, and end of life care Funding Source(s): GF/GP 316,200
<i>Related Boilerplate Section(s): 312, 313</i>		

Primary care services - 1.8 FTE positions	2,890,500	A line item transferred from the Medicaid Services Administration appropriation unit that is administered by the Executive Office; grants to community health centers for primary health care, outreach, and health education services in medically underserved areas
		Funding Source(s):
		Federal 1,886,200
		GF/GP 1,004,300

Related Boilerplate Section(s): 305, 307

GROSS APPROPRIATION	\$55,681,700	Total of all applicable line item appropriations
	\$56,176,700	

Interdepartmental grant from the department of treasury, Michigan state hospital finance authority	101,600	Interdepartmental grant from the Department of Treasury for part of the costs related to the certificate of need program
--	---------	--

Total federal revenues	14,786,000	Federal revenues include Medicaid (Title XIX) revenue, loan repayment, preventive services block grant, primary care grants, random moment sampling cost revenue, substance abuse block grant revenue, family support demonstration grant revenue, maternal and child health block grant, rural health flexibility grant, developmental disability grant, immunization grant, and WIC revenue
------------------------	------------	---

Total private revenues	185,900	Private revenue realized from rent and building occupancy charges and loan repayments on behalf of providers in underserved areas
------------------------	---------	---

Total other state restricted revenues	2,357,100	Revenues which include the Healthy Michigan Fund, the Michigan Health Initiative, newborn screening fees, and certificate of need fees
---------------------------------------	-----------	--

GENERAL FUND/ GENERAL PURPOSE	\$38,251,100	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues
	\$38,746,100	

SECTION 103: MENTAL HEALTH/SUBSTANCE ABUSE SERVICES ADMINISTRATION AND SPECIAL PROJECTS

This appropriation unit contains funding for the administration of mental health and substance abuse services and several mental health and substance abuse programs. Protection and advocacy services, an agency designated by the Governor which is independent of the public mental health system, is also appropriated for in this unit.

Full-time equated classified positions	101.0	Full-time equated (FTE) positions in the state classified service supporting mental health/substance abuse program administration
Mental health/substance abuse program administration - 101.0 FTE positions	10,172,600	<p>Funds staff responsible for administering the mental health and substance abuse program for the Department of Community Health; funds used to finance contracts related to the administration of mental health and substance abuse programs; private funds used to evaluate Assertive Community Treatment (ACT) services and outcomes for persons with serious mental illness and to access the relationship of practices in ACT programs to consumer outcomes</p> <p style="text-align: right;">Funding Source(s): Federal 1,698,700 Private 190,000 Restricted 182,300 GF/GP 8,101,600</p> <p style="text-align: right;"><i>Related Boilerplate Section(s): None</i></p>
Consumer involvement program	0 189,100	<p>Program to assist consumer participation and leadership in departmental policy/planning forums; program to provide assistance for consumer self-help groups and a phone hotline</p> <p style="text-align: right;">Funding Source(s): GF/GP 189,100</p> <p style="text-align: right;"><i>\$189,100 is restored due to cigarette tax increase.</i></p> <p style="text-align: right;"><i>Related Boilerplate Section(s): 263</i></p>
Gambling addiction	3,500,000	<p>Funds used for education, prevention, research, and treatment services related to pathological gambling addictions</p> <p style="text-align: right;">Funding Source(s): Restricted 3,500,000</p> <p style="text-align: right;"><i>Related Boilerplate Section(s): 313</i></p>
Protection and advocacy services support	818,300	<p>An agency, as designated by the Governor, which has the authority to pursue legal, administrative, and other appropriate remedies to protect the rights of persons with mental illness and developmental disabilities, and investigate allegations of abuse or neglect of persons with mental illness and developmental disabilities</p> <p style="text-align: right;">Funding Source(s): GF/GP 818,300</p> <p style="text-align: right;"><i>Related Boilerplate Section(s): 350</i></p>

Mental health initiatives for older persons	1,165,800	Program which provides respite and day care services, and provides training to home health care providers and caregivers in the nature and/or progression of Alzheimer's disease and related disorders Funding Source(s): GF/GP 1,165,800
		<i>Related Boilerplate Section(s): None</i>
Community residential and support services	4,473,600	Funds primarily used to finance the costs of community residential leases under the responsibility of the Department Funding Source(s): Federal 300,000 GF/GP 4,173,600
		<i>Related Boilerplate Section(s): None</i>
Highway safety projects	1,837,200	Funds are combined with funds from the Department of State Police/Office of Highway Safety Planning and used for the development and distribution of pamphlets, brochures, videos, and public service announcements promoting substance abuse prevention and highway safety Funding Source(s): Federal 1,837,200
		<i>Related Boilerplate Section(s): None</i>
Federal and other special projects	1,977,200	Grants awards for mental health and substance abuse treatment programs and statewide needs assessment studies Funding Source(s): Federal 1,977,200
		<i>Related Boilerplate Section(s): None</i>
GROSS APPROPRIATION	\$23,944,700 \$24,133,800	Total of all applicable line item appropriations
Total federal revenues	5,813,100	Federal revenues include oil/gas royalty revenue, Medicaid (Title XIX) revenue, substance abuse block grant revenue, competitive federal grants revenue, and Department of Transportation's federal highway funds
Total private revenues	190,000	Private funds from the Flinn Family Foundation
Total other state restricted revenues	3,682,300	Substance abuse licensing fees and fines, Michigan Health Initiative funds, lottery and horse racing revenue, and casino licensing fees
GENERAL FUND/ GENERAL PURPOSE	\$14,259,300 \$14,448,400	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues

SECTION 104: COMMUNITY MENTAL HEALTH/SUBSTANCE ABUSE SERVICES PROGRAMS

This appropriation unit contains funding for: the community mental health services programs (CMHSPs) or affiliates of CMHSPs which have been established pursuant to provisions of the state's Mental Health Code to provide services for persons who have a serious mental illness, developmental disability, or serious emotional disturbance and pursuant to federal provisions which allow for the procurement of Medicaid Specialty Prepaid Health Plans; respite services; multicultural services; federal mental health block grant; and civil service charges. This appropriation unit also contains funding for substance abuse services programs.

Full-time equated positions	2.0	Full-time equated (FTE) positions in the state classified service supporting implementation of the federal mental health block grant
Medicaid mental health services	1,521,686,200 1,333,658,600	Medicaid managed care capitated funding for CMHSPs or affiliates of CMHSPs that serve residents of the 83 counties within the state; mental health services provided directly by a CMHSP or an affiliate of a CMHSP, or by contract with public or private agencies; veto eliminated funding for the 6% Quality Assurance Assessment fee charged to a CMHSP or an affiliate of a CMHSP that would have resulted in a 5% net increase in capitation payment rates
PARTIAL VETO		Funding Source(s): Federal 801,619,900 GF/GP 532,038,700
		<i>Related Boilerplate Section(s): 401, 402, 404, 413, 416, 418, 427, 428, 431, 442, 448</i>
Community mental health non-Medicaid services	276,930,200	Non-Medicaid services funding for CMHSPs or affiliates of CMHSPs that serve residents of the 83 counties within the state; mental health services provided directly by the CMHSP, or by contract with public or private agencies
		Funding Source(s): Restricted 1,582,400 GF/GP 275,347,800
		<i>Related Boilerplate Section(s): 401, 402, 404, 416, 428, 430, 442</i>
Multicultural services	5,663,800 3,163,800	Funds provided to CMHSPs or affiliates of CMHSPs to contract with providers that serve multicultural populations such as Chinese American, Asian American, Hispanics, and Arab/Chaldean; funds also provided to the Michigan Inter-Tribal Council, and Vietnam Veterans; veto eliminated \$2.5 million for persons with severe mental, developmental, physical, or emotional disabilities who are not currently served under the multicultural services program
PARTIAL VETO		Funding Source(s): GF/GP 3,163,800
		<i>Related Boilerplate Section(s): 403, 449</i>

Medicaid substance abuse services	26,127,500	<p>Capitated funds for Medicaid substance abuse services that are to be managed by selected CMHSPs or affiliates of CMHSPs pursuant to the federal Health Care Financing Administration's approval of Michigan's 1915(b) waiver request; CMHSPs that are not coordinating agencies for substance abuse services may contract with coordinating agencies for these services</p> <p>Funding Source(s): Federal 14,479,800 GF/GP 11,647,700</p> <p><i>Related Boilerplate Section(s): 402, 404, 409, 413, 414, 416, 418, 427, 428</i></p>
Respite services	3,318,600	<p>Supports contracts with CMHSPs or affiliates of CMHSPs to provide respite care services primarily for children with serious emotional disturbance and their families; care is provided both in the home and out of the home in residential facilities</p> <p>Funding Source(s): Restricted 3,000,000 GF/GP 318,600</p> <p><i>Related Boilerplate Section(s): 213</i></p>
CMHSP, purchase of state services contracts PARTIAL VETO	174,651,000 165,813,900	<p>Funds used by CMHSPs or affiliates of CMHSPs to either purchase state services for clients in their catchment areas or develop their own community alternatives; veto eliminated funds included to partially cover "new" local revenue that would have been received from CMHSPs for utilization of state hospitals and centers</p> <p>Funding Source(s): GF/GP 165,813,900</p> <p><i>Related Boilerplate Section(s): 447, 605</i></p>
Civil service charge	2,606,400	<p>Funds for the 1% civil service charges authorized by the Michigan Constitution of 1963</p> <p>Funding Source(s): GF/GP 2,606,400</p> <p><i>Related Boilerplate Section(s): 204</i></p>
Federal mental health block grant - 2.0 FTE positions	15,317,400	<p>Funds made available by the federal government for community-based services for adults with serious mental illness and children with serious emotional disturbances; also funds FTE positions, contractual services, supplies, travel, and other costs related to administering the federal block grant</p> <p>Funding Source(s): Federal 15,317,400</p> <p><i>Related Boilerplate Section(s): None</i></p>
State disability assistance program substance abuse services PARTIAL VETO	6,600,000 5,453,600	<p>Funds for this program support per diem room and board payments for needy persons 18 years of age or older, or emancipated minors who reside in substance abuse residential facilities; veto eliminated contractual funds for the Salvation Army</p> <p>Funding Source(s): GF/GP 5,453,600</p> <p><i>Related Boilerplate Section(s): 406, 409, 412</i></p>

Community substance abuse prevention, education, and treatment programs	79,740,400 76,335,400	Funds for these programs are to be expended for contracting with coordinating agencies for substance abuse services or designated service providers in which the care and services provided to individuals with both mental illness and substance abuse diagnoses are coordinated; funds are also authorized to coordinating agencies for substance abuse services for chemically dependent pregnant women and children; veto eliminated contractual funds for the Salvation Army
PARTIAL VETO		Funding Source(s): Federal 57,744,900 Restricted 1,460,000 GF/GP 17,130,500

Related Boilerplate Section(s): 407, 408, 409, 410, 412, 419, 423

GROSS APPROPRIATION	\$2,112,641,500 \$1,908,725,400	Total of all applicable line item appropriations
Total federal revenues	951,551,600 889,162,000	Federal revenues include Medicaid (Title XIX) revenue, Title XXI revenue, mental health block grant revenue, and substance abuse block grant funds
Total other state restricted revenues	134,542,400 6,042,400	Healthy Michigan funds, substance abuse licensing fees and fines, and lease/rental revenue
GENERAL FUND/ GENERAL PURPOSE	\$1,026,547,500 1,013,521,000	The state's primary operating fund; the portion of the State's General Fund that does not include restricted revenues

SECTION 105: STATE PSYCHIATRIC HOSPITALS, CENTERS FOR PERSONS WITH DEVELOPMENTAL DISABILITIES, AND FORENSIC AND PRISON MENTAL HEALTH SERVICES

This appropriation unit contains funding for: four state-operated psychiatric hospitals for adults with mental illness; one state-operated psychiatric hospital for children and adolescents with mental illness; one state-operated center for persons with developmental disabilities; the Forensic Center which is created pursuant to the state's Mental Health Code; and prisoner mental health services in which the Department of Community Health assumes responsibility for prisoners under the jurisdiction of the Department of Corrections. This appropriation unit also finances costs associated with the operation of state hospitals and centers such as purchase of medical services for residents of hospitals and centers, special maintenance and equipment. Funding for federal and private projects are also included in this appropriation unit.

Total average population	1,438.0	Average number of patients at state-operated psychiatric hospitals for adults, children, and adolescents with mental illness, a state center for persons with developmental disabilities, and the Forensic Center															
Total full-time equated classified positions	4,289.0	Full-time equated (FTE) positions in the state classified service supporting the operation of state psychiatric hospitals for adults, children, and adolescents with mental illness, a state center for persons with developmental disabilities, the Forensic Center, Forensic mental health services provided to the Department of Corrections, and closed-site, transition, and related costs															
Caro regional mental health center-psychiatric hospital - adult - 498.0 FTE positions and 184.0 average population	38,247,300	<p>Funds FTE positions, contractual services, supplies, materials, food, drugs, fuel and utilities, travel and other costs associated with operating a state-operated psychiatric hospital for adults with mental illness; hospital located in Caro, Michigan</p> <table> <tr> <td>Funding Source(s):</td><td>Federal</td><td>1,276,500</td></tr> <tr> <td></td><td>Local</td><td>2,461,300</td></tr> <tr> <td></td><td>CMHSP</td><td>32,796,400</td></tr> <tr> <td></td><td>Restricted</td><td>1,691,100</td></tr> <tr> <td></td><td>GF/GP</td><td>22,000</td></tr> </table> <p><i>Related Boilerplate Section(s): 604, 605, 606</i></p>	Funding Source(s):	Federal	1,276,500		Local	2,461,300		CMHSP	32,796,400		Restricted	1,691,100		GF/GP	22,000
Funding Source(s):	Federal	1,276,500															
	Local	2,461,300															
	CMHSP	32,796,400															
	Restricted	1,691,100															
	GF/GP	22,000															
Kalamazoo psychiatric hospital - adult - 402.0 FTE positions and 136.0 average population	28,452,600	<p>Funds FTE positions, contractual services, supplies, materials, food, drugs, fuel and utilities, travel and other costs associated with operating a state-operated psychiatric hospital for adults with mental illness; hospital located in Kalamazoo, Michigan</p> <table> <tr> <td>Funding Source(s):</td><td>Federal</td><td>2,226,400</td></tr> <tr> <td></td><td>Local</td><td>1,809,500</td></tr> <tr> <td></td><td>CMHSP</td><td>22,804,900</td></tr> <tr> <td></td><td>Restricted</td><td>1,602,500</td></tr> <tr> <td></td><td>GF/GP</td><td>9,300</td></tr> </table> <p><i>Related Boilerplate Section(s): 604, 605, 606</i></p>	Funding Source(s):	Federal	2,226,400		Local	1,809,500		CMHSP	22,804,900		Restricted	1,602,500		GF/GP	9,300
Funding Source(s):	Federal	2,226,400															
	Local	1,809,500															
	CMHSP	22,804,900															
	Restricted	1,602,500															
	GF/GP	9,300															

Northville psychiatric hospital - adult - 844.0 FTE positions and 377.0 average population	62,231,000	Funds FTE positions, contractual services, supplies, materials, food, drugs, fuel and utilities, travel and other costs associated with operating a state-operated psychiatric hospital for adults with mental illness; hospital located in Northville, Michigan
		Funding Source(s):
		Federal 898,200
		Local 5,131,500
		CMHSP 53,674,400
		Restricted 2,485,000
		GF/GP 41,900

Related Boilerplate Section(s): 604, 605, 606

Walter P. Reuther psychiatric hospital - adult - 440.0 FTE positions and 232.0 average population	33,842,500	Funds FTE positions, contractual services, supplies, materials, food, drugs, fuel and utilities, travel and other costs associated with operating a state-operated psychiatric hospital for adults with mental illness; hospital located in Westland, Michigan
		Funding Source(s):
		Federal 2,356,900
		Local 2,623,300
		CMHSP 26,115,200
		Restricted 2,735,700
		GF/GP 11,400

Related Boilerplate Section(s): 604, 605, 606

Hawthorn center - psychiatric hospital - children and adolescents - 333.0 FTE positions and 118.0 average population	23,916,100	Funds FTE positions, contractual services, supplies, materials, food, drugs, fuel and utilities, travel and other costs associated with operating a state-operated psychiatric hospital for children and adolescents with mental illness; hospital located in Northville, Michigan
		Funding Source(s):
		Federal 9,695,000
		Local 1,596,400
		CMHSP 12,267,600
		Restricted 349,800
		GF/GP 7,300

Related Boilerplate Section(s): 604, 605, 606

Mount Pleasant center - developmental disabilities - 498.0 FTE positions and 181.0 average population	36,156,500	Funds FTE positions, contractual services, supplies, materials, food, drugs, fuel and utilities, travel and other costs associated with operating a state-operated center for persons with developmental disabilities; center located in Mt. Pleasant, Michigan
		Funding Source(s):
		Federal 16,179,800
		Local 1,253,000
		CMHSP 18,155,400
		Restricted 560,400
		GF/GP 7,900

Related Boilerplate Section(s): 604, 605, 606

Center for forensic psychiatry - 522.0 FTE positions and 210.0 average population	41,835,500	<p>Funds FTE positions, contractual services, supplies, materials, food, drugs, fuel and utilities, travel and other costs associated with operating the Forensic Center; major functions of the Forensic Center include: providing psychiatric treatment for criminal defendants ruled incompetent to stand trial and/or acquitted by reason of insanity, providing specialized mental health services for transferred prisoners, providing diagnostic services to the criminal justice system, and providing examinations conducted by multi-disciplinary teams on an outpatient basis at the Center and several other sites. Center located in Ann Arbor, Michigan</p> <p>Funding Source(s): Federal 17,900 Local 2,246,200 Restricted 264,000 GF/GP 39,307,400</p> <p><i>Related Boilerplate Section(s): 604, 605, 606</i></p>
Forensic mental health services provided to the department of corrections - 741.0 FTE positions	68,088,700	<p>Program in which the Department of Community Health assumes responsibility for the provision of mental health services to prisoners under the jurisdiction of the Department of Corrections through an interdepartmental agreement. Services include: residential treatment/clinical programs for the prisoners in which the Department of Corrections maintains responsibility for basic care and custody, acute psychiatric care beds for prisoners with mental illness, and the Huron Valley Center site for specialized mental health services in which the Department of Community Health maintains responsibility for basic care and custody</p> <p>Funding Source(s): IDG 68,088,700</p> <p><i>Related Boilerplate Section(s): 603</i></p>
Revenue recapture	750,000	<p>Project is for the purpose of generating additional revenues from third parties related to cases which have been closed or are inactive; revenue received through project efforts are to be appropriated for departmental costs and contractual fees associated with these retroactive collections</p> <p>Funding Source(s): Federal 375,000 Restricted 375,000</p> <p><i>Related Boilerplate Section(s): 601(2)</i></p>
IDEA, federal special education	120,000	<p>Federal funds available for persons with mental illness to supplement special education programs in state psychiatric hospitals; allocations based on annual counts of students aged 3 through 21</p> <p>Funding Source(s): Federal 120,000</p> <p><i>Related Boilerplate Section(s): None</i></p>
Special maintenance and equipment	947,800	<p>Funds used for maintenance projects at state hospitals and centers; funds client-related, administrative, and housekeeping/maintenance equipment needs; program funds for the maintenance and operation of leased properties</p> <p>Funding Source(s): Restricted 332,500 GF/GP 615,300</p> <p><i>Related Boilerplate Section(s): None</i></p>

Purchase of medical services for residents of hospitals and centers	1,358,200	Purchase of special, emergency, and other medical-related services requiring overnight stays for residents of state hospitals and centers without insurance or the ability to pay Funding Source(s): GF/GP 1,358,200
<i>Related Boilerplate Section(s): None</i>		
Closed site, transition, and related costs - 11.0 FTE positions	1,066,900	Costs for closed hospital sites such as unemployment compensation, terminal payouts like sick leave payments and grievance settlements, safety and power plant operations, and phase-out costs associated with the final disposition of property Funding Source(s): GF/GP 1,066,900
<i>Related Boilerplate Section(s): 605</i>		
Severance pay	216,900	Payments to employees with more than one year of service who have been laid off because of census reductions or closures of state hospitals and centers Funding Source(s): GF/GP 216,900
<i>Related Boilerplate Section(s): None</i>		
Gifts and bequests for patient living and treatment environment	500,000	Authorizes the Department of Community Health to accept gifts and bequests; funds are to be used to provide specific enhancements for residents of state-operated facilities, consistent with the stipulation of the donor Funding Source(s): Private 500,000
<i>Related Boilerplate Section(s): 602</i>		
GROSS APPROPRIATION	\$337,730,000	Total of all applicable line item appropriations
Interdepartmental grant from the department of corrections	68,088,700	Interdepartmental grant from the Department of Corrections for costs related to providing forensic mental health services
Total federal revenues	33,145,700	Federal revenues include Medicaid (Title XIX) revenue, national school lunch program revenue, and IDEA, federal special education revenue
CMHSP, purchase of state services contracts	474,654,000 165,813,900	Funds which flow from CMHSPs and affiliates of CMHSPs as part of the authorization process; funds offset the line item appropriation contained within the Community Mental Health/Substance Abuse Services Programs appropriation unit
Other local revenues	17,121,200	Local county match revenue, local school aid funds, and local revenue realized from CMHSPs for utilization of state hospitals and centers
Total private revenues	500,000	Gifts and bequests revenue
Total other state restricted revenues	10,396,000	Miscellaneous revenue, sheltered workshop revenue, first/third party revenue, and lease/rental revenue
GENERAL FUND/ GENERAL PURPOSE	\$42,664,500	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues

SECTION 106: PUBLIC HEALTH ADMINISTRATION

This appropriation unit provides funding for the administrative, policy, and leadership functions necessary to ensure the implementation of the public health mission.

Full-time equated classified positions	81.3	Full-time equated (FTE) positions in the state classified service supporting public health executive administration and vital records and health statistics
Executive administration - 12.0 FTE positions	1,129,200	Funding supports FTE positions, contractual services, supplies, travel, equipment, and other related costs within the Community Public Health Administration and the minority health program
		Funding Source(s): Restricted 167,200 GF/GP 962,000
<i>Related Boilerplate Section(s): None</i>		
Minority health grants and contracts	650,000 989,100	Funding for competitive and non-competitive grants, contracts, and projects to improve the health status of minorities, reduce the gap between minority and non-minority health, and improve minority access to existing health services. Funding for community health representatives to the Native American population who provide health education, outreach, and advocacy services
		Funding Source(s): Federal 650,000 GF/GP 339,100
<i>\$339,100 is restored due to cigarette tax increase.</i>		
<i>Related Boilerplate Section(s): 263</i>		
Vital records and health statistics - 69.3 FTE positions	5,610,500	Supports FTE positions and related costs and contracts to administer the state's vital records and statistics system; registration of all vital events, maintaining the repository of vital record documents and data and electronic transferal system, issuing certified copies of records, amending records, and compiling and publishing statistics on mortality, morbidity, and certain medical conditions
		Funding Source(s): IDG 447,800 Federal 1,395,100 Restricted 2,265,000 GF/GP 1,502,600
<i>Related Boilerplate Section(s): None</i>		
GROSS APPROPRIATION	\$7,389,700 \$7,728,800	Total of all applicable line item appropriations
Interdepartmental grant from family independence agency	447,800	Interdepartmental grant of federal funds from the Family Independence Agency for vital records assistance related to FIA paternity cases
Total federal revenues	2,045,100	Federal funds include preventive health block grant, health statistics grant, Title XIX Medicaid funds, cancer registry grant, and social security grant
Total other state restricted revenues	2,432,200	State restricted revenues include vital records fees and Michigan Health Initiative revenue from the software tax (1987 PA 258)

GENERAL FUND/ GENERAL PURPOSE	\$2,464,600 \$2,803,700	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues
----------------------------------	----------------------------	---

SECTION 107: INFECTIOUS DISEASE CONTROL

This appropriation unit provides funding to prevent and control the morbidity, disability, and death associated with communicable diseases through assessment, surveillance, intervention, and evaluation.

Full-time equated classified positions	44.3	Full-time equated (FTE) positions in the state classified service supporting AIDS prevention, testing, and care programs, immunization program management and field support, and sexually transmitted disease control management and field support									
AIDS prevention, testing, and care programs - 9.8 FTE positions	27,608,300	<p>Funding supports FTE positions and related costs and contracts to support the following programs: <u>AIDS counseling and testing</u> and partner notification for anyone who tests positively for HIV/AIDS <u>Community-based HIV prevention planning</u> <u>HIV/AIDS education and outreach grants</u> to local health departments and community groups, funds for several AIDS information hotlines, and development and distribution of educational pamphlets <u>HIV/AIDS risk reduction program</u> focusing on African-Americans and women through prevention, care, and laboratory testing <u>HIV/AIDS referral and care network grants</u> to regional networks which develop and deliver health care to families and individuals living with HIV/AIDS; funding supports AIDS drug assistance (ADAP) and dental programs</p> <table> <tr> <td>Funding Source(s):</td><td>Federal</td><td>21,415,400</td></tr> <tr> <td></td><td>Private</td><td>1,847,000</td></tr> <tr> <td></td><td>Restricted</td><td>4,345,900</td></tr> </table> <p><i>Related Boilerplate Section(s): 801, 802, 803</i></p>	Funding Source(s):	Federal	21,415,400		Private	1,847,000		Restricted	4,345,900
Funding Source(s):	Federal	21,415,400									
	Private	1,847,000									
	Restricted	4,345,900									
Immunization local agreements PARTIAL VETO	14,324,400 14,156,200	<p>Provides funds for the following: local health department and community health center immunization clinics, vaccinations for Medicaid-eligible children, statewide immunization registry, meningitis prevention, and other vaccination projects. Veto eliminated \$334,100 of Healthy Michigan funds for the meningitis prevention fund.</p> <table> <tr> <td>Funding Source(s):</td><td>Federal</td><td>9,428,200</td></tr> <tr> <td></td><td>Restricted</td><td>1,550,000</td></tr> <tr> <td></td><td>GF/GP</td><td>3,178,000</td></tr> </table> <p><i>\$165,900 is restored due to cigarette tax increase.</i> <i>Related Boilerplate Section(s): 263, 805</i></p>	Funding Source(s):	Federal	9,428,200		Restricted	1,550,000		GF/GP	3,178,000
Funding Source(s):	Federal	9,428,200									
	Restricted	1,550,000									
	GF/GP	3,178,000									
Immunization program management and field support - 7.7 FTE positions	1,699,600	<p>Supports FTE administrative and staff positions and related costs of administering the state immunization program</p> <table> <tr> <td>Funding Source(s):</td><td>Federal</td><td>1,016,200</td></tr> <tr> <td></td><td>Restricted</td><td>274,100</td></tr> <tr> <td></td><td>GF/GP</td><td>409,300</td></tr> </table> <p><i>Related Boilerplate Section(s): None</i></p>	Funding Source(s):	Federal	1,016,200		Restricted	274,100		GF/GP	409,300
Funding Source(s):	Federal	1,016,200									
	Restricted	274,100									
	GF/GP	409,300									

Sexually transmitted disease control local agreements	3,541,700	Provides funds to local public health departments to monitor the occurrence of sexually transmitted diseases in all areas of the state, with emphasis on the 15 highest incidence areas which represent 90% of all cases. Services include: surveillance, diagnosis, primary treatment, screening, casefinding, prevention, and laboratory.
		Funding Source(s): Federal 3,073,100 GF/GP 468,600
<i>Related Boilerplate Section(s): None</i>		
Sexually transmitted disease control management and field support - 26.8 FTE positions	3,503,500	Supports state administration and staff FTE positions and related costs, to monitor occurrence of sexually transmitted diseases, to promote prevention and education, and to provide support for state, local and national STD goals.
		Funding Source(s): Federal 1,124,800 Restricted 1,180,000 GF/GP 1,198,700
<i>Related Boilerplate Section(s): None</i>		
GROSS APPROPRIATION	\$50,677,500 \$50,509,300	Total of all applicable line item appropriations
Total federal revenues	36,057,700	Federal funds include preventive health block grant, maternal and child health block grant, Title XIX Medicaid funds, immunization grant, HIV prevention grant, Ryan White AIDS care grants, HIV/AIDS client data grant, and sexually transmitted disease control grants
Total private revenues	1,847,000	Private funds from pharmaceutical manufacturer rebates for AIDS drug assistance program
Total other state restricted revenues	7,684,100 7,350,000	State restricted revenues include Michigan Health Initiative revenue from the software tax (PA 258 of 1987), and Healthy Michigan Fund revenue from the cigarette tax (6% of gross collections)
GENERAL FUND/ GENERAL PURPOSE	\$5,088,700 \$5,254,600	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues

SECTION 108: LABORATORY SERVICES

This appropriation unit provides funding for laboratory diagnostic testing, analytical services, and related functions to detect disease or the source of disease.

Full-time equated classified positions	113.2	Full-time equated (FTE) positions in the state classified service supporting laboratory services												
Laboratory services - 113.2 FTE positions	13,326,700	Funding supports FTE positions, contractual services, supplies, travel, equipment, computer, and other related costs for provision of laboratory testing for the identification and monitoring of infectious disease agents; collects epidemiological and analytical laboratory data necessary for assessment of human health risks; laboratory testing of blood samples of children screened for lead under the EPSDT program, and of newborn infants screened for genetic handicapping conditions; bioterrorism response coordination program, and the continued study of Lyme disease in Michigan												
		<table> <tr> <td>Funding Source(s):</td><td>IDG</td><td>392,100</td></tr> <tr> <td></td><td>Federal</td><td>3,411,100</td></tr> <tr> <td></td><td>Restricted</td><td>3,131,300</td></tr> <tr> <td></td><td>GF/GP</td><td>6,392,200</td></tr> </table>	Funding Source(s):	IDG	392,100		Federal	3,411,100		Restricted	3,131,300		GF/GP	6,392,200
Funding Source(s):	IDG	392,100												
	Federal	3,411,100												
	Restricted	3,131,300												
	GF/GP	6,392,200												
<i>Related Boilerplate Section(s): None</i>														
GROSS APPROPRIATION	\$13,326,700	Total of all applicable line item appropriations												
Interdepartmental grant from environmental quality	392,100	Grant from the Department of Environmental Quality for costs related to the health risk assessment program												
Total federal revenues	3,411,100	Federal revenues from preventive health block grant, Title XIX Medicaid funds, bioterrorism grant, tuberculosis control grant, immunization grant, and epidemiology and laboratory capacity grant												
Total other state restricted revenues	3,131,300	Revenue from the fees collected for laboratory services and newborn screening services, and Michigan Health Initiative revenue from the software tax (P.A. 258 of 1987)												
GENERAL FUND/ GENERAL PURPOSE	\$6,392,200	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues												

SECTION 109: EPIDEMIOLOGY

This appropriation unit funds surveillance, assessment, and monitoring of the status of disease, environmental health, and injury in Michigan as well as conditions that adversely affect maternal and child health in Michigan.

Full-time equated classified positions	64.5	Full-time equated (FTE) positions in the state classified service supporting AIDS surveillance and prevention program, bioterrorism preparedness, and epidemiology administration
AIDS surveillance and prevention program - 7.0 FTE positions	1,772,800	Funding supports FTE positions and related costs to conduct and evaluate statewide HIV infection and AIDS case reporting Funding Source(s): Federal 1,772,800
<i>Related Boilerplate Section(s): None</i>		
Asthma prevention and control	675,000	Supports asthma statewide and community-based programs, surveillance, and awareness and education Funding Source(s): Federal 375,000 GF/GP 300,000
<i>Related Boilerplate Section(s): 851</i>		
Bioterrorism preparedness - 33.0 FTE positions PARTIAL VETO	9,503,400 6,103,400	Supports development of bioterrorism preparedness and response for: 1) public health - including assessment, capacity of surveillance, epidemiology and laboratory, communications, information technology, and dissemination of risk and health information; and 2) hospitals. Veto eliminated \$3.4 million of federal bioterrorism hospital preparedness funding. Funding Source(s): Federal 6,103,400
<i>Related Boilerplate Section(s): 852</i>		
Epidemiology administration - 24.5 FTE positions PARTIAL VETO	5,624,000 5,623,900	Supports FTE positions and costs related to the evaluation of environmental conditions which may be a threat to the health of Michigan citizens; conduct behavioral risk factor surveillance, communicable disease surveillance, health risk assessment, chronic disease epidemiology, disabilities prevention, bioterrorism response coordination, and PBB surveillance. Veto eliminated \$100 GF/GP placeholder for study of the transmission to humans of animal-borne diseases. Funding Source(s): Federal 3,417,900 Restricted 179,000 GF/GP 2,027,000
<i>Related Boilerplate Section(s): 853</i>		
Tuberculosis control and recalcitrant AIDS program	867,000	Supports local health departments and other contracts for the prevention and control of tuberculosis including medication costs, medication administration, and surveillance; supports state staff to monitor occurrence and recording of all cases; payment for care of certain patients with tuberculosis Funding Source(s): Federal 867,000
<i>Related Boilerplate Section(s): None</i>		
GROSS APPROPRIATION	\$18,442,200 \$15,042,100	Total of all applicable line item appropriations

Total federal revenues	45,936,100 12,536,100	Federal revenues include categorical grants for health risk assessment, HIV/AIDS surveillance, tuberculosis control, epidemiology and laboratory capacity, PBB, occupational health, bioterrorism preparedness and response for public health and for hospitals, behavioral risk factor survey, asthma, bovine tuberculosis, and genetics
Total other state restricted revenues	179,000	Michigan Health Initiative revenue from the software tax (1987 PA 258)
GENERAL FUND/ GENERAL PURPOSE	\$2,327,100 \$2,327,000	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues

SECTION 110: LOCAL HEALTH ADMINISTRATION AND GRANTS

This appropriation unit provides funding to improve the health status of Michigan residents through accessible health care services delivered by local public health departments and other health care organizations.

Full-time equated classified positions	3.0	Full-time equated (FTE) positions in the state classified service supporting the lead abatement program
Implementation of 1993 PA 133, MCL 333.17015	100,000	Funding supports costs incurred for production of printed materials related to implementation of the informed consent law
		Funding Source(s): GF/GP 100,000
<i>Related Boilerplate Section(s): 901</i>		
Lead abatement program - 3.0 FTE positions	1,550,200	Supports FTE positions and related costs, contracts, and local oversight to provide for safe removal of lead hazards from older homes in areas of the state with high incidence of lead-poisoned children; and provides training and certification of individuals to perform lead abatement
		Funding Source(s): Federal 1,449,100 Restricted 101,100
<i>Related Boilerplate Section(s): 903</i>		
Local health services	223,800 462,300	Administration of the local public health operations program; evaluation and training for local and state health department staffs in the delivery of required local health services; and program of accreditation for local public health departments
		Funding Source(s): GF/GP 462,300
<i>\$238,500 is restored due to cigarette tax increase.</i>		
<i>Related Boilerplate Section(s): 263</i>		
Local public health operations	41,070,200	Provides payments prospectively to local health departments based on a 50% state and local match rate for projected allowable expenditures of the following nine required local health services: immunizations, infectious disease control, sexually transmitted disease control, hearing screening, vision services, food protection, public water supply, private groundwater supply, and on-site sewage management
		Funding Source(s): GF/GP 41,070,200
<i>Related Boilerplate Section(s): 902, 904, 905</i>		
Medical services cost reimbursement to local health departments	1,500,000	Reimburses local health departments for Medicaid costs incurred; local funds are used as Medicaid match
		Funding Source(s): Federal 1,500,000
<i>Related Boilerplate Section(s): None</i>		
GROSS APPROPRIATION	\$44,444,200 \$44,682,700	Total of all applicable line item appropriations
Total federal revenues	2,949,100	Federal revenues include the following: lead cooperative grant, lead abatement grant, and Title XIX Medicaid funds
Total other state restricted revenues	101,100	Revenue from the fees collected for lead abatement professional worker certification

GENERAL FUND/ GENERAL PURPOSE	\$41,394,000	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues
	\$41,632,500	

SECTION 111: CHRONIC DISEASE AND INJURY PREVENTION AND HEALTH PROMOTION

This appropriation unit provides funding for programs to promote healthy lifestyles for communities, individuals, and vulnerable populations to improve the length and quality of life for Michigan residents.

Full-time equated classified positions	30.7	Full-time equated (FTE) positions in the state classified service supporting the following programs: cancer prevention and control; health education, promotion, and research; smoking prevention; and violence prevention
African-American male health initiative	5,000 320,000	Supports programs to improve the health of African-American men in Michigan with community-based screening for chronic diseases, follow-up counseling, education, and referrals Funding Source(s): GF/GP 320,000 <i>\$315,000 is restored due to cigarette tax increase. Related Boilerplate Section(s): 263, 1011, 1027, 1028</i>
AIDS and risk reduction clearinghouse and media campaign	1,576,000	Supports contracts to develop, produce, and air television, radio, and billboard health promotion messages; funds a clearinghouse which collects and distributes various health promotion materials Funding Source(s): Restricted 1,576,000 <i>Related Boilerplate Section(s): None</i>
Alzheimer's information network	440,000	Supports statewide and regional information and referral centers for persons with Alzheimer's disease, Huntington's disease, and Parkinson's disease, and their families and caregivers Funding Source(s): Federal 150,000 Restricted 290,000 <i>Related Boilerplate Section(s): 1003</i>
Cancer prevention and control program - 13.6 FTE positions	12,081,400 13,581,400	Supports FTE positions and related expenses and contracts for the cancer prevention and control program: grants to communities for screening and follow-up services for breast, cervical, prostate, and colorectal cancer, cancer education, awareness, and early detection as well as grants to same sites for heart and chronic disease screening and referrals; grants for cancer prevention activities; and cancer project grants to three universities Funding Source(s): Federal 8,552,700 Restricted 1,534,600 GF/GP 3,494,100 <i>\$1,500,000 is restored due to cigarette tax increase. Related Boilerplate Section(s): 263, 1001, 1008</i>
Chronic disease prevention	1,522,400 1,572,400	Chronic disease surveillance activities; contracts to provide community-based chronic disease prevention programs, including programs on arthritis and stroke prevention Funding Source(s): Federal 1,228,300 Restricted 189,100 GF/GP 155,000 <i>\$45,000 is restored due to cigarette tax increase. Related Boilerplate Section(s): 263, 1019, 1020, 1026</i>

Diabetes and kidney program - 8.0 FTE positions PARTIAL VETO	4,388,500 3,985,700	Supports FTE positions and related expenses and contracts to fund diabetes control and outreach projects and grants to communities with a high incidence of diabetes; also includes funding for kidney disease prevention programs, and implementation of the State Renal Plan. Veto eliminated \$50,000 GF/GP for a Battle Creek diabetes and kidney prevention program
		Funding Source(s): Federal 1,059,000 Restricted 93,600 GF/GP 2,833,100
		<i>\$2,647,200 is restored due to cigarette tax increase. Related Boilerplate Section(s): 263, 1009, 1025</i>
Health education, promotion, and research programs - 2.9 FTE positions	1,352,800	Supports FTE positions and related costs and contracts for health research, tobacco program, school health education curriculum development, and osteoporosis prevention and treatment education
		Funding Source(s): Federal 102,800 Restricted 726,300 GF/GP 523,700
		<i>Related Boilerplate Section(s): 1002, 1010</i>
Injury control intervention project	430,000 925,000	Oversees disabilities prevention programs including fire safety, implementation of a statewide plan for traumatic brain injury prevention and services; and funding for Safe Kids community childhood injury prevention programs
		Funding Source(s): Federal 325,000 GF/GP 600,000
		<i>\$495,000 is restored due to cigarette tax increase. Related Boilerplate Section(s): 263, 1024</i>
Morris Hood Wayne State University diabetes outreach	500,000	Supports statewide and community outreach programs of the Morris Hood Comprehensive Diabetes Center at Wayne State University
		Funding Source(s): Restricted 500,000
		<i>Related Boilerplate Section(s): None</i>
Obesity program	255,000 450,000	Supports nutrition and physical activity programs to prevent and combat obesity and related chronic diseases.
		Funding Source(s): Federal 250,000 GF/GP 200,000
		<i>\$195,000 is restored due to cigarette tax increase. Related Boilerplate Section(s): 263</i>
Physical fitness, nutrition, and health	755,000 1,245,000	Funds FTE positions and related costs and contracts to support a statewide network of local physical fitness, health, and sports councils, to develop a physical fitness curriculum; and to distribute sports injury prevention education materials
		Funding Source(s): GF/GP 1,245,000
		<i>\$490,000 is restored due to cigarette tax increase. Related Boilerplate Section(s): 263, 1005</i>

Public health traffic safety coordination	650,000	Funds FTE positions and related costs and contracts to support projects to reduce bicycle-related injuries, child safety education, car booster seat and seat belt safety for children, the collection of emergency room data on injuries and deaths, and child car seat safety grants for local education programs on proper and legal child restraint use
		Funding Source(s): Federal 350,000 GF/GP 300,000
<i>Related Boilerplate Section(s): None</i>		
Smoking prevention program - 6.2 FTE positions	3,644,700 5,544,700	Supports FTE positions and related expenses and contracts for: smoking prevention programs and projects of schools and community-based coalitions through local health departments that may include smoking cessation services, enforcement of clean indoor air laws, an anti-tobacco media campaign, and the Michigan model clearinghouse, which collects, develops, and distributes health curriculum materials to school districts
		Funding Source(s): Federal 1,738,500 Restricted 1,906,200 GF/GP 1,900,000
<i>\$1,900,000 is restored due to cigarette tax increase. Related Boilerplate Section(s): 263, 1006</i>		
Tobacco tax collection and enforcement	810,000	Funds granted to the Department of Treasury and to the Department of State Police for tobacco tax collection and enforcement activities
		Funding Source(s): Restricted 810,000
<i>Related Boilerplate Section(s): None</i>		
Violence prevention	1,446,900	Supports FTE positions and related expenses and contracts for rape and sexual assault primary prevention and education programs
		Funding Source(s): Federal 1,446,900
<i>Related Boilerplate Section(s): 1007</i>		
GROSS APPROPRIATION	\$26,862,700 \$34,399,900	Total of all applicable line item appropriations
Total federal revenues	15,203,200	Federal revenues include the following grants: preventive health block grant, breast and cervical cancer and comprehensive cancer control, tobacco reduction, Title XIX Medicaid, diabetes, highway safety, arthritis, fire safety, rape prevention and education, core injury prevention and control, school health education, and WISEWOMAN
Total other state restricted revenues	7,625,800	State restricted revenues include Michigan Health Initiative revenue from the software tax (PA 258 of 1987), and Healthy Michigan Fund revenue from the cigarette tax (6% of gross collections)
GENERAL FUND/ GENERAL PURPOSE	\$4,033,700 \$11,570,900	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues

SECTION 112: COMMUNITY LIVING, CHILDREN, AND FAMILIES

This appropriation unit provides funding for programs and services to assure physical and mental health services for the vulnerable population group consisting of children under age 21, women of childbearing age, and their family members.

Full-time equated classified positions	84.0	Full-time equated (FTE) positions in the state classified service supporting childhood lead program, community living, children, and families administration, housing and support services, omnibus budget reconciliation act implementation, and special projects
Childhood lead program - 5.0 FTE positions	1,412,200	Funding supports FTE positions, supplies, related costs and contracts to provide screening of blood lead levels, identification of lead hazards, education, and lead poisoning prevention services for children, primarily in Detroit and targeted counties
		Funding Source(s): Federal 1,327,200 GF/GP 85,000
<i>Related Boilerplate Section(s): 1129</i>		
Children's waiver home care program	22,828,400	Supports home and community-based services for approximately 400 eligible children with developmental disabilities who reside at home and who may otherwise require institutional care
		Funding Source(s): Federal 12,622,500 GF/GP 10,205,900
<i>Related Boilerplate Section(s): None</i>		
Community living, children, and families administration - 68.5 FTE positions	7,285,100	Supports FTE positions, contractual services, supplies, and other related costs for the administration of programs for children and families
		Funding Source(s): Federal 2,468,200 Restricted 462,000 GF/GP 4,354,900
<i>Related Boilerplate Section(s): None</i>		
Dental programs	510,400	Supports grants for the provision of dental services to uninsured individuals who have difficulty accessing dental services due to mental or physical handicap or visual impairment
		Funding Source(s): Federal 110,400 Restricted 150,000 GF/GP 250,000
<i>Related Boilerplate Section(s): 1109</i>		
Dental program for persons with developmental disabilities	151,000	Provides essential dental services for persons with developmental disabilities who do not otherwise have the resources or opportunity to obtain these services
		Funding Source(s): GF/GP 151,000
<i>Related Boilerplate Section(s): None</i>		

Family planning local agreements	8,393,900	Supports grants to local health departments and other agencies to provide family planning services and to support special projects
		Funding Source(s): Federal 6,802,400 GF/GP 1,591,500
		<i>Related Boilerplate Section(s): 1101, 1104, 1106, 1111</i>
Family support subsidy	14,737,100	Provides for a monthly payment of \$222.11 to income-eligible families with a child under age 18 living at home who is severely mentally impaired, severely multiply impaired, or autistic
		Funding Source(s): Federal 14,737,100
		<i>Related Boilerplate Section(s): None</i>
Housing and support services - 1.0 FTE position	5,579,300	Supports FTE position, supplies, related costs and contracts for housing and rental assistance programs for persons with mental illness or disabilities who are homeless or at risk of homelessness, and housing assistance for persons living with AIDS
		Funding Source(s): Federal 4,870,500 GF/GP 708,800
		<i>Related Boilerplate Section(s): None</i>
Local MCH services	13,050,200	Maternal and child health grants to local health departments on a per capita basis for prenatal care, immunizations, and well-child services; grants to local health departments with the highest infant mortality rate and to other contractual agencies for a variety of services related to infant mortality; and funding for prenatal services for uninsured women
		Funding Source(s): Federal 7,018,100 Restricted 4,000,000 GF/GP 2,032,100
		<i>Related Boilerplate Section(s): 1104</i>
Medicaid outreach and service delivery support	6,488,600	Funds to local health departments and other agencies to provide early and periodic screening, diagnosis, and treatment (EPSDT) outreach, maternal and infant support services outreach, and other outreach and support services to Medicaid-eligible women and children
		Funding Source(s): Federal 3,244,300 GF/GP 3,244,300
		<i>Related Boilerplate Section(s): 1101 and 1120</i>
Migrant health care	200,000	Grants to areas with high migrant populations for health and immunization outreach and services
		Funding Source(s): Federal 63,900 GF/GP 136,100
		<i>Related Boilerplate Section(s): 1128</i>
Newborn screening follow-up and treatment services	2,428,000	Funds for follow-up services such as education, diagnosis, counseling, and treatment after a newborn child tests positive for sickle cell and/or other genetic disorders; also funds for an adult-onset genetic disease program
		Funding Source(s): Restricted 2,428,000
		<i>Related Boilerplate Section(s): None</i>

Omnibus budget reconciliation act implementation - 9.0 FTE positions	12,770,500	Supports FTE positions, supplies, related costs and contracts for implementation of the federal mandate addressing the inappropriate placement in nursing homes of persons who are mentally ill or developmentally disabled, including pre-admission screening, assessment of needs for individuals in nursing homes and for active treatment, and alternative services for persons found to be inappropriately placed; also supports a contract with Birchwood nursing home to provide specialized care to older adults who require nursing care and mental health services
		Funding Source(s): Federal 8,912,500 GF/GP 3,858,000
<i>Related Boilerplate Section(s): None</i>		
Pediatric AIDS prevention and control	1,026,300	Supports program and contracts to coordinate comprehensive medical care and social support services for HIV-infected children
		Funding Source(s): Federal 1,026,300
<i>Related Boilerplate Section(s): None</i>		
Pregnancy prevention program	2,851,400 6,346,100	Supports grants to local health departments and other local agencies to provide family planning services, primary pregnancy prevention programs and services, and special projects
		Funding Source(s): Federal 812,800 GF/GP 5,533,300
<i>\$3,495,000 is restored due to cigarette tax increase.</i>		
<i>Related Boilerplate Section(s): 263, 1104, 1108, 1110, 1111</i>		
Prenatal care outreach and service delivery support	4,299,300	Supports grants to local health departments and other local agencies for prenatal care services and support to low-income and hard-to-reach women, including maternal and infant health advocacy services, prenatal care community demonstration projects, funds to communities with high infant mortality rates, and nutrition education
		Funding Source(s): Federal 2,703,600 Restricted 250,000 GF/GP 1,345,700
<i>Related Boilerplate Section(s): 1101, 1104, 1107, 1112</i>		
Southwest community partnership	1,547,300	Funding for development of a comprehensive and integrated community-based system of care including mental health services for children and teens with serious emotional disturbances in the Southwest Detroit community
		Funding Source(s): Federal 1,547,300
<i>Related Boilerplate Section(s): None</i>		

Special projects - 0.5 FTE positions PARTIAL VETO	6,337,500 5,432,500	Supports FTE positions and related administrative costs for the following special projects: public health and mental health part C contracts; teen sexual abstinence education programs; health systems development in child care; fetal and infant mortality projects; birth defects surveillance, prevention, intervention, and data; neonatal addiction and fetal alcohol syndrome education and prevention; self-determination initiative for persons with developmental disabilities; pregnancy risk assessment monitoring, oral disease prevention and education, universal newborn hearing screening, pediatric health services research; and Parish Nursing Program grant. Veto eliminated \$1.1 million of Healthy Michigan funds for child advocacy centers.												
		<table> <tr> <td>Funding Source(s):</td><td>Federal</td><td>4,621,400</td></tr> <tr> <td></td><td>Private</td><td>261,100</td></tr> <tr> <td></td><td>Restricted</td><td>100,000</td></tr> <tr> <td></td><td>GF/GP</td><td>450,000</td></tr> </table>	Funding Source(s):	Federal	4,621,400		Private	261,100		Restricted	100,000		GF/GP	450,000
Funding Source(s):	Federal	4,621,400												
	Private	261,100												
	Restricted	100,000												
	GF/GP	450,000												
		<p><i>\$195,000 is restored due to cigarette tax increase.</i></p> <p><i>Related Boilerplate Section(s): 263, 1106a, 1113, 1115, 1121, 1134, 1136</i></p>												
Sudden infant death syndrome program	321,300	Funding for autopsies, grief counseling, follow-up and referral services for parents who have lost a child to sudden infant death syndrome, and for risk reduction education, reporting, and surveillance												
		<table> <tr> <td>Funding Source(s):</td><td>Federal</td><td>121,300</td></tr> <tr> <td></td><td>GF/GP</td><td>200,000</td></tr> </table>	Funding Source(s):	Federal	121,300		GF/GP	200,000						
Funding Source(s):	Federal	121,300												
	GF/GP	200,000												
		<i>Related Boilerplate Section(s): None</i>												
GROSS APPROPRIATION	\$112,217,500 \$114,807,500	Total of all applicable line item appropriations												
Total federal revenues	73,009,800	Federal revenues include the following grants: preventive health block grant, maternal and child health block grant, Title XIX Medicaid, Title X family planning, immunization, Ryan White pediatric AIDS, Temporary Assistance to Needy Families (TANF), housing assistance, homelessness, childhood lead, southwest Detroit community mental health partnership, infant health and mortality, abstinence, and numerous other federal special project categorical grants												
Total private revenues	261,100	Private revenues are from the Robert Wood Johnson Foundation self-determination grant												
Total other state restricted revenues	8,490,000 7,390,000	State restricted revenues include fees collected from the newborn screening program, and Healthy Michigan Fund revenue from the cigarette tax (6% of gross collections)												
GENERAL FUND/ GENERAL PURPOSE	\$30,456,600 \$34,146,600	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues												

SECTION 113: WOMEN, INFANTS, AND CHILDREN FOOD AND NUTRITION PROGRAMS

This appropriation unit provides funding for supplemental nutritious foods, nutrition education, and referrals for health care to low-income pregnant, breastfeeding and postpartum women, and infants and children to age five determined to be at nutritional risk.

Full-time equated classified positions	42.0	Full-time equated (FTE) positions in the state classified service supporting the women, infants, and children program administration and special projects
Women, infants, and children program administration and special projects - 42.0 FTE positions	4,951,300	Funding supports FTE positions, contractual services, supplies, and other related costs for the administration of the Women, Infants, and Children (WIC) Food and Nutrition Programs and the federal summer food program for children, and for the following special projects: WIC farmers market nutrition program also known as Project FRESH, seniors farmers market nutrition program, and annual WIC infrastructure special projects as federally funded Funding Source(s): Federal 4,678,300 Private 273,000
<i>Related Boilerplate Section(s): 1101, 1150, 1151</i>		
Women, infants, and children program local agreements and food costs	164,311,000	Funding to provide food and counseling on nutrition and health to at-risk pregnant and breast-feeding women, infants, and children up to age five; funding also supports local administration of the program and enrollment of participants. Also funded under this line item is the federal summer food program for children Funding Source(s): Federal 116,708,100 Private 47,602,900
<i>Related Boilerplate Section(s): 1101, 1150</i>		
GROSS APPROPRIATION	\$169,262,300	Total of all applicable line item appropriations
Total federal revenues	121,386,400	Federal revenues include the Special Supplemental Nutrition Program for Women, Infants, and Children grant, WIC and seniors farmers market nutrition grants, WIC infrastructure grants, and summer food program for children funding from the U. S. Department of Agriculture
Total private revenues	47,875,900	Private revenues to this appropriation unit include rebates from infant formula manufacturers for the Women, Infants, and Children program, and revenue from private companies related to the farmers market nutrition programs
GENERAL FUND/ GENERAL PURPOSE	\$0	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues

SECTION 114: CHILDREN'S SPECIAL HEALTH CARE SERVICES

This appropriation unit contains funding for medical care provided through the Children's Special Health Care Services program (CSHCS) and for related administrative functions. The program pays for health services primarily to children under 21 years of age with certain chronic medical conditions that require specialty care.

Full-time equated classified positions	66.6	Full-time equated (FTE) positions in the state classified service supporting children's special health care services administration		
Children's special health care services administration - 66.6 FTE positions	5,058,500	Supports FTE positions, contractual services, supplies, and other related costs for the Children's Special Health Care Services Division		
		Funding Source(s):	Federal	2,197,000
			GF/GP	2,861,500
<i>Related Boilerplate Section(s): None</i>				
Amputee program	184,600	Supports the operation of the children's amputee clinic at Mary Free Bed Hospital that provides prostheses and associated medical services		
		Funding Source(s):	Federal	184,600
<i>Related Boilerplate Section(s): None</i>				
Bequests for care and services	1,579,600	Provides payment for services not covered by Medicaid or CSHCS and supports the Parent Participation Program with monies from the Trust Fund for Children with Special Health Care Needs; refunds for overpaid repayment agreements are also paid from this line		
		Funding Source(s):	Federal	179,600
			Private	750,000
			Restricted	650,000
<i>Related Boilerplate Section(s): None</i>				
Case management services	3,923,500	Grants to local health departments to identify and enroll children in the program; case management and care coordination services are also funded		
		Funding Source(s):	Federal	2,490,300
			GF/GP	1,433,200
<i>Related Boilerplate Section(s): 1203</i>				
Conveyor contract	559,100	Supports transportation costs for eligible families (below 250% of the poverty level) and in need of assistance to access necessary services		
		Funding Source(s):	Federal	104,000
			GF/GP	455,100
<i>Related Boilerplate Section(s): None</i>				
Medical care and treatment	151,600,000	Provides reimbursement to hospitals, physicians, pharmacies, and other health care professionals providing medical services to CSHCS eligible persons		
		Funding Source(s):	Federal	72,829,900
			GF/GP	78,770,100
<i>Related Boilerplate Section(s): 1201, 1202, 1627, 1653(e)</i>				

GROSS APPROPRIATION	\$162,905,300	Total of all applicable line item appropriations
Total federal revenues	77,985,400	Federal revenues include maternal and child health block grant, and Title XIX Medicaid funds
Private-bequests	750,000	Individual and corporate donations; payments from health plans for mailing directory of plans
Total other state restricted revenues	650,000	State restricted revenues include funds from repayment agreements and fees associated with CSHCS programs
GENERAL FUND/ GENERAL PURPOSE	\$83,519,900	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues

SECTION 115: OFFICE OF DRUG CONTROL POLICY

This appropriation unit provides funding for the Office of Drug Control Policy for the purpose of reducing the use of illegal drugs and strengthening the enforcement, prosecution, and drug testing systems, through grants and contracts with law enforcement agencies, educational providers, and other agencies.

Full-time equated classified positions	17.0	Full-time equated (FTE) positions in the state classified service supporting the administration of drug control policy
Drug control policy - 17.0 FTE positions	1,973,400	Funding supports FTE positions and related costs and contractual services to administer policies and programs related to drug law enforcement, prosecution, treatment, and education and prevention; and to administer distribution of federal funds for drug law enforcement and drug education programs
		Funding Source(s): Federal 1,587,400 GF/GP 386,000
<i>Related Boilerplate Section(s): None</i>		
Anti-drug abuse grants	28,659,200	Anti-drug abuse grants are provided to improve state and local efforts to reduce the supply of and demand for illegal drugs. Funded projects include multi-jurisdictional drug teams, prosecution, money laundering task force, drug courts, drug testing and treatment in prisons and jails, community policing, state/local forensic laboratories, criminal history records improvement, drug abuse and violence prevention programs for students, school resource strategies, juvenile intervention strategies, family and domestic violence strategies, gang strategies, local crime prevention, and local computer technology system improvements
		Funding Source(s): Federal 28,659,200
<i>Related Boilerplate Section(s): None</i>		
GROSS APPROPRIATION	\$30,632,600	Total of all applicable line item appropriations
Total federal revenues	30,246,600	Federal revenues include Byrne Memorial, Local Law Enforcement, and Prisoner Residential Substance Abuse Treatment grant funds from the Department of Justice, Drug Free Schools and Communities grant funds from the Department of Education, and other federal categorical grants
GENERAL FUND/ GENERAL PURPOSE	\$386,000	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues

SECTION 116: CRIME VICTIM SERVICES COMMISSION

This appropriation unit provides funding for the Crime Victim Services Commission. The Commission provides grants, services, support, and compensation for the victims of crime. Five members appointed by the Governor comprise the Commission.

Full-time equated classified positions	9.0	Full-time equated (FTE) positions in the state classified service supporting grants administration services
Grants administration services - 9.0 FTE positions	1,040,500	<p>Funding supports FTE positions and related costs and contractual services to provide administration and management of the grants programs for the Crime Victims Services Commission, publications provided to crime victims, and the 1-800 computerized Michigan Crime Victim Notification Network for use by the public</p> <p style="text-align: right;">Funding Source(s): Federal 239,900 Restricted 285,600 GF/GP 515,000</p>
<i>Related Boilerplate Section(s): 1301</i>		
Justice assistance grants	15,000,000	<p>Grants to public and private nonprofit programs that provide assistance services to crime victims, especially victims of sexual assault, spousal abuse, and child abuse</p> <p style="text-align: right;">Funding Source(s): Federal 15,000,000</p>
<i>Related Boilerplate Section(s): 1302</i>		
Crime victim rights services grants	7,655,300	<p>Financial compensation as a payor of last resort is provided to victims of crime who suffer bodily injury and for medical expenses, counseling, burial assistance, and loss of earnings or loss of support caused by the injury; grants and training for local prosecutors, sheriffs, courts, and other agencies to support statutorily-required notification, information, consultation, and protection to victims of crime; and the VINE information system connecting prosecutors' offices with jails to provide information to crime victims regarding perpetrator status changes and court dates</p> <p style="text-align: right;">Funding Source(s): Federal 700,000 Restricted 6,955,300</p>
<i>Related Boilerplate Section(s): 1303</i>		
GROSS APPROPRIATION	\$23,695,800	Total of all applicable line item appropriations
Total federal revenues	15,939,900	Federal revenues include Victims of Crime Act grants for justice assistance and victim compensation
Total other state restricted revenues	7,240,900	Revenues include fees assessed against convicted defendants deposited to the Crime Victim Rights Services Fund
GENERAL FUND/ GENERAL PURPOSE	\$515,000	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues

SECTION 117: OFFICE OF SERVICES TO THE AGING

This appropriation unit provides funding for the Office of Services to the Aging to promote independence and enhance the dignity of Michigan's older persons and their families through advocacy, leadership, and innovation of policies, programs, and services. Fifteen members appointed by the Governor comprise the Commission on Services to the Aging.

Full-time equated classified positions	41.5	Full-time (FTE) equated positions in the state classified service supporting the Office of Services to Aging administration and the long-term care advisor
Commission (per diem \$50.00)	10,500	Funding for a per diem of \$50.00 for commissioners attending monthly meetings and mandated state plan hearings. The Commission advises the Governor, Legislature, and Office of Services to the Aging on matters relating to policies and programs for older persons in Michigan, and approves funds for services administered under the federal Older Americans Act of 1965, as amended, and the Older Michiganians Act of 1981
		Funding Source(s): GF/GP 10,500
		<i>Related Boilerplate Section(s): None</i>
Long-term care advisor - 3.0 FTE positions	761,000	Supports FTE positions and related costs and contractual services to operate an office of long-term care advisor, and to direct and oversee a public information and awareness campaign regarding long term care planning and insurance, and how to access local long term care services
		Funding Source(s): Tobacco 761,000
		<i>Related Boilerplate Section(s): 1407</i>
Office of services to aging administration - 38.5 FTE positions	4,201,200	Supports FTE positions and related costs and contractual services for development, implementation, and administration of a state plan that provides supportive services for seniors in accordance with the requirements of the Older Americans Act of 1965, as amended, and the Older Michiganians Act of 1981
		Funding Source(s): Federal 2,133,600 GF/GP 2,067,600
		<i>Related Boilerplate Section(s): None</i>

Community services	34,589,900	<p>Funding to regional Area Agencies on Aging for the following programs and services for senior citizens in Michigan:</p> <p><u>Administration</u> of community services</p> <p><u>Access Services</u>: Access to services including information, referral, outreach, transportation, care coordination and management</p> <p><u>Alternative Care Services</u>: In-home services and adult day care for seniors in need</p> <p><u>Care Management Services</u>: Assess and plan a variety of home care and other services needed by frail elderly persons to allow them to live independently at home</p> <p><u>Community Services</u>: Health education and training, recreational, homemaker, counseling, referral, transportation, housing, repair and renovation, and legal assistance</p> <p><u>Elder Abuse</u>: Prevention and treatment programs for elder abuse, neglect, and exploitation</p> <p><u>In-Home Services</u>: In-home services for the frail elderly</p> <p><u>Long Term Care Ombudsman Program</u>: Advocacy services to protect the rights, health, safety, and welfare of residents of long-term care facilities and their family members</p> <p><u>Medicare Medicaid Assistance Program</u>: Benefits information and counseling to assist older adults with Medicare and Medicaid, supplemental policies, long term care insurance, and filing claims for health benefits</p> <p><u>National Family Caregiver Support Program</u>: Services to informal caregivers of older individuals, such as information assistance, counseling and support groups, respite care, and supplemental services</p> <p><u>Preventive Health Services</u>: Disease prevention and health promotion services with priority to medically under-served areas and areas with a high volume of elderly that have the greatest economic need</p> <p style="text-align: right;">Funding Source(s): Federal 18,761,500 GF/GP 15,828,400</p> <p><i>Related Boilerplate Section(s): 1401, 1404, 1416</i></p>
Nutrition services	37,289,300	<p>Funding to regional Area Agencies on Aging for nutrition services for vulnerable elderly adults providing at least one hot meal or other appropriate meal per day in a congregate setting or as a home-delivered meal, nutrition education services, administration, and per-meal reimbursement payments from the federal Department of Agriculture for providing congregate and home-delivered meals</p> <p style="text-align: right;">Funding Source(s): Federal 25,100,000 Restricted 500,000 GF/GP 11,689,300</p> <p><i>Related Boilerplate Section(s): 1401, 1403</i></p>
Senior volunteer services	5,970,000	<p>Funding to regional Area Agencies on Aging for administration of the following programs for senior citizens:</p> <p><u>Senior Companion Program</u>: Low-income seniors provide 20 hours per week of individualized care and assistance to frail and at-risk adults; a stipend is paid to volunteers</p> <p><u>Foster Grandparent Program</u>: Low-income seniors provide 20 hours per week to assist children who need personal attention and special help; a stipend is paid to volunteers</p> <p><u>Retired and Senior Volunteer Program</u>: Program to support community senior citizen volunteers</p> <p style="text-align: right;">Funding Source(s): GF/GP 5,970,000</p> <p><i>Related Boilerplate Section(s): None</i></p>

Senior citizen centers staffing and equipment	1,130,000	Funding to senior citizen centers statewide to support staffing costs, and for equipment to improve facility and program capacity
		Funding Source(s): GF/GP 1,130,000
		<i>Related Boilerplate Section(s): None</i>
Employment assistance	2,818,300	Funding to regional Area Agencies on Aging for administration of the Senior Community Service Employment Program, which provides and promotes useful part-time employment opportunities in community service agencies for low-income senior citizens
		Funding Source(s): Federal 2,818,300
		<i>Related Boilerplate Section(s): None</i>
Respite care program	7,100,000	Funding for respite care services to assist caregivers who provide care to an elderly person in need of constant supervision; respite programs may provide in-home care or adult day care
		Funding Source(s): Tobacco 5,000,000 Restricted 2,100,000
		<i>Related Boilerplate Section(s): 1404, 1406</i>
GROSS APPROPRIATION	\$93,870,200	Total of all applicable line item appropriations
Total federal revenues	48,813,400	Federal revenues include grants from the Department of Health and Human Services-Title III and Title VII, Department of Labor-Title V, Department of Agriculture, Title XIX Medicaid funds, and other federal categorical grants
Tobacco settlement revenue	5,761,000	Revenues from the state's settlement agreement with tobacco companies
Total other state restricted revenues	2,600,000	State revenues include escheats, and Healthy Michigan Fund revenue from the cigarette tax (6% of gross collections)
GENERAL FUND/ GENERAL PURPOSE	\$36,695,800	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues

SECTION 118: MEDICAL SERVICES ADMINISTRATION

This appropriation unit contains funding for administrative functions related to the Medicaid, EPIC, MICHild, and MIFamily Programs including the approval and payment of medical services claims, program and policy development, provider enrollment, and efforts to maximize the use of federal matching funds and collection of third-party resources.

Full-time equated classified positions	333.7	Full-time equated (FTE) positions for the Medical Services Administration
Medical services administration - 333.7 FTE positions	42,419,700	Medical Services Administration salary and other personnel costs, office supplies, contracts, travel, and non-computer-related equipment
		Funding Source(s): Federal 26,311,900 GF/GP 16,107,800
		<i>Related Boilerplate Section(s): 1505, 1507</i>
Facility inspection contract - state police	132,800	General Fund/General Purpose funds for Medicaid's share of fire safety inspections of medical care facilities.
		Funding Source(s): GF/GP 132,800
		<i>Related Boilerplate Section(s): None</i>
MICHild administration	4,527,800	Administrative services, eligibility determination, and contract monitoring costs related to the MICHild program. Veto eliminated school district health center training and assistance funds.
PARTIAL VETO	4,327,800	
		Funding Source(s): Federal 4,327,800
		<i>Related Boilerplate Section(s): 1508</i>
GROSS APPROPRIATION	\$47,080,300 46,880,300	Total of all applicable line item appropriations
Total federal revenues	30,839,700 30,639,700	Federal Title XIX Medicaid funds and Title XXI Children's Health Insurance Program funds
GENERAL FUND/ GENERAL PURPOSE	\$16,240,600	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues

SECTION 119: MEDICAL SERVICES

This appropriation unit contains funding for the payment of health care services to low-income persons eligible for Medicaid, MICHild, MIFamily, and Elder Prescription Insurance Coverage. Also included are special Medicaid financing payments which increase federal earnings, thereby reducing state GF/GP costs.

Hospital services and therapy PARTIAL VETO AND RESTORATION	781,065,800 780,065,500	Inpatient and outpatient hospital, mental hospital, and psychiatric unit services. Veto eliminated \$1.0 for hospital transition funds (Sec. 1646); \$149.2 million reduction as specified in Sec. 1714 due to veto of House Bill No. 5103. Funding restored in 2002 PA 562 Funding Source(s): Federal 429,808,400 Private 1,614,000 Restricted 66,513,500 GF/GP 282,129,900 <i>Related Boilerplate Section(s): 1611, 1641, 1643, 1645, 1646, 1647, 1649, 1658, 1699, 1704, 1711, 1712, 1714</i>
Hospital disproportionate share payments	45,000,000	Special outpatient hospital payments to facilities serving a high percentage of Medicaid recipients Funding Source(s): Federal 24,939,000 Restricted 9,700,000 GF/GP 10,361,000 <i>Related Boilerplate Section(s): 1699</i>
Physician services	176,587,900	Office and home visits provided by physicians, nurse midwives, and nurse practitioners including immunizations, EPSDT, prenatal care, podiatric care, family planning, and medical clinics Funding Source(s): Federal 96,888,500 GF/GP 79,699,400 <i>Related Boilerplate Section(s): 1613</i>
Medicare premium payments	153,600,000	Payment of Medicare premiums, co-payments, and deductibles for Medicaid-eligible persons and certain other low-income Medicare beneficiaries and insurance premiums for persons with AIDS Funding Source(s): Federal 86,327,800 GF/GP 67,272,200 <i>Related Boilerplate Section(s): None</i>
Pharmaceutical services	543,923,100	Prescription drugs, laboratory, orthotics, prosthetics, medical and oxygen supplies Funding Source(s): Federal 303,960,500 Tobacco 8,000,000 GF/GP 231,962,600 <i>Related Boilerplate Section(s): 1620, 1621, 1622, 1623, 1628, 1706</i>

Home health services	26,800,000	Visiting nurse, nurse's aide, physical therapy services provided in the home, and hospice care		
		Funding Source(s):	Federal	14,905,400
			GF/GP	11,894,600
<i>Related Boilerplate Section(s): None</i>				
Transportation	8,300,000	Non-emergency transportation for regular medical care paid through local FIA offices		
		Funding Source(s):	Federal	4,150,000
			GF/GP	4,150,000
<i>Related Boilerplate Section(s): None</i>				
Auxiliary medical services	90,300,000	Dental, chiropractic, hearing, speech, and vision services		
		Funding Source(s):	Federal	50,379,300
			GF/GP	39,920,700
<i>Related Boilerplate Sections: 1630, 1631, 1633</i>				
Ambulance services	5,000,000	Emergency medical transportation and medically necessary non-emergency transportation services		
		Funding Source(s):	Federal	2,746,900
			GF/GP	2,253,100
<i>Related Boilerplate Section(s): 1634</i>				
Long-term care services	1,225,927,400	Long-term care services provided in nursing home settings, county medical care facilities (MCFs), and hospital chronic care units (CCUs). Funds for Long-Term Care services appropriated in Public Act 303 of 2002.		
VETOED	1,469,003,900			
Long-term care services funding is in 2002 PA 303				
		Funding Source(s):	Federal	810,838,600
			Local	8,445,100
			Tobacco	35,007,200
			Restricted	348,691,400
			GF/GP	266,021,600
<i>Related Boilerplate Section(s): 1641, 1680, 1682, 1684, 1684a, 1685, 1687, 1689, 1690, 1701, 1703, 1712</i>				
Home and community waiver program	126,000,000	Long-term care services provided in home- and community-based services for persons who otherwise qualify for a nursing home level of care. Funds for Home and Community Based Services (HCBS) included in Long-Term Care services appropriation in Public Act 303 of 2002. HCBS funding is rolled up with long-term care services in 2002 PA 303.		
VETOED	0			
<i>Related Boilerplate Section(s): 1413, 1681, 1688, 1689, 1702, 1710</i>				
Elder prescription insurance coverage	145,000,000	Insurance program covering prescription drugs for senior citizens with incomes up to 200% of the poverty level		
		Funding Source(s):	Federal	115,000,000
			Private	8,000,000
			Tobacco	22,000,000
<i>Related Boilerplate Section(s): 1624, 1627, 1628</i>				

Health maintenance organizations VETOED HMO funding is in 2002 PA 304	4,581,188,600 1,476,781,100	Comprehensive medical services provided by health maintenance organizations enrolled as Medicaid qualified health plans and reimbursed through a fixed capitation fee. Funding Source(s): Federal 820,263,300 Local 308,363,100 Restricted 186,566,500 GF/GP 161,588,200 <i>Related Boilerplate Section(s): 1612(2), 1650, 1651, 1653, 1654, 1655, 1656, 1657, 1658, 1659, 1660, 1661, 1662, 1663, 1712</i>
MiChild program	57,067,100	Comprehensive health care services to non-Medicaid eligible low-income children up to 200% of poverty Funding Source(s): Federal 57,067,100 <i>Related Boilerplate Section(s): 1670, 1671, 1672, 1673, 1674, 1675, 1676, 1677</i>
MiFamily plan	191,091,900	Health care coverage for parents of Medicaid eligible children up to 100% of poverty, pregnant women up to 200% of poverty, State Medical Program recipients, and other low income uninsured adults. Funding Source(s): Federal 116,621,900 Local 24,409,700 Private 3,512,700 GF/GP 46,547,600 <i>Related Boilerplate Section(s): 1691</i>
Personal care services VETOED	20,816,200 0	Assistance with daily living activities for residents of adult foster care homes and for persons residing in their own homes. Personal care services funding is rolled up with long-term care services in 2002 PA 303. <i>Related Boilerplate Section(s): 1601</i>
Maternal and child health	9,234,500	Payments to local health departments providing maternal and child health services under Title V of Social Security Act for the difference between their actual costs and the Medicaid payment rate Funding Source(s): Federal 9,234,500 <i>Related Boilerplate Section(s): None</i>
Adult home help VETOED	187,387,800 0	Personal care services provided to aged, blind, and disabled persons to enable them to remain in independent living arrangements; included are assistance with eating, toileting, bathing, shopping, housecleaning, dressing, meal preparation, and laundry. Adult home help funding is rolled up with long-term care services in 2002 PA 303. <i>Related Boilerplate Section(s): None</i>
Social services to the physically disabled	1,344,900	Assistance to physically disabled adults in establishing independent living arrangements and other supportive services to enable them to become more self-sufficient Funding Source(s): GF/GP 1,344,900 <i>Related Boilerplate Section(s): None</i>
Subtotal basic medical program	5,375,635,200 5,179,099,900	Total authorization for regular Medicaid, MiChild, MiFamily EPIC and other medical services programs

School based services	65,094,200	Language, speech, hearing, nursing services, counseling, physical and occupational therapy, and health screening services provided to Medicaid eligible students in school settings
		Funding Source(s): Federal 65,094,200
		<i>Related Boilerplate Section(s): 1692, 1697, 1713</i>
Special adjustor payments	1,014,000,900	Special payments to various health providers which allow the state to earn additional federal Medicaid funds
		Funding Source(s): Federal 561,959,300 Local 422,431,600 Restricted 29,610,000
		Funding sources are estimates
		<i>Related Boilerplate Section(s): 1693, 1694</i>
Subtotal special Medicaid payments	1,079,095,100	Total authorization for special Medicaid payments and adjustors
GROSS APPROPRIATION	\$6,454,730,300 \$6,258,195,000	Total of all applicable line item appropriations
Total federal revenues	3,679,486,100 3,570,184,700	Federal Title XIX Medicaid funds, Title XXI Children's Health Insurance Program funds, and other federal revenue sources
Total local revenues	873,493,700 763,649,500	Revenues from county indigent care programs, county maintenance of effort payments for medical care facilities, and revenues resulting from various Medicaid special adjustor payments
Total private revenues	13,126,700	Premiums payments from eligible participants in the MIChild program, drug manufacturer rebates, and universities for the psychiatric residency program
Tobacco settlement revenue	65,007,200	Revenues from the state's settlement agreement with tobacco companies
Total other state restricted revenues	681,334,600 641,081,400	Revenues from the 1987 Cigarette Tax, Healthy Michigan Fund, intergovernmental transfers, and other special financing deducts
GENERAL FUND/ GENERAL PURPOSE	\$1,142,282,000 1,205,145,800	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues

Note: Fund sources shown by line item do not equal the totals for the Medical Services unit shown here because of Executive adjustments made to reflect the line item vetoes noted above and the funding appropriated in Public Acts 303, 304, and 562 of 2002 for the vetoed items.

SECTION 120: INFORMATION TECHNOLOGY

This appropriation unit contains funds for information technology services and projects administered by the Department of Information Technology that was created pursuant to Executive Order 2001-3.

Information technology services and projects	35,834,300	Funds for information technology services and projects administered by the Department of Information Technology and user fees for these projects and services
		Funding Source(s):
		IDG 142,700
		Federal 18,685,200
		Restricted 1,793,800
		GF/GP 15,212,600

Related Boilerplate Section(s): 259, 260

GROSS APPROPRIATION	\$35,834,300	Total of all applicable line item appropriations
Interdepartmental grant from the department of corrections	142,700	Interdepartmental grant from the Department of Corrections for costs related to information technology services and projects
Total federal revenues	18,685,200	Federal revenues include Medicaid (Title XIX) revenue and mental health block grant
Total other state restricted revenues	1,793,800	Miscellaneous revenue, vital record fees, first/third party revenue, and fees assessed against convicted defendants deposited in the Crime Victim Rights Services Fund
GENERAL FUND/ GENERAL PURPOSE	\$15,212,600	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues

SECTION 121: BUDGETARY SAVINGS

This appropriation unit contains the budgetary savings to be achieved by the Department.

Budgetary savings	(25,630,600)	Savings to be achieved from an imposed hiring freeze, efficiencies, and other savings identified by the Director of the Department and approved by the State Budget Director: savings equivalent to 1% of the total GF/GP from the original Executive Budget Recommendation Funding Source(s): GF/GP (25,630,600)
-------------------	--------------	--

Related Boilerplate Section(s): 261(2)(3)

GROSS APPROPRIATION	(\$25,630,600)	Total of all applicable line item appropriations
GENERAL FUND/ GENERAL PURPOSE	(\$25,630,600)	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues

SECTION 122: EARLY RETIREMENT SAVINGS

This appropriation unit contains the net early retirement savings to be achieved by the Department.

Early retirement savings (5,393,700) Savings to be achieved from not filling all of the positions lost due to the early retirement plan for state employees enacted in 2002 PA 93 amendments to the State Employees Retirement Act
Funding Source(s): GF/GP (5,393,700)

Related Boilerplate Section(s): 215

GROSS APPROPRIATION	(\$5,393,700)	Total of all applicable line item appropriations
GENERAL FUND/ GENERAL PURPOSE	(\$5,393,700)	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues

BOILERPLATE SECTION INFORMATION

GENERAL SECTIONS

Sec. 201. State Spending

Totals the state spending from state resources under Part 1 for Fiscal Year (FY) 2002-03 and state spending from state resources to be paid to local units of government for FY 2002-03.

Sec. 202. Authorized Appropriations

Provides that appropriations authorized under this act are subject to provisions of the Management and Budget Act. Provides that funds in which the state acts as a custodian or agent are not subject to an annual appropriation.

Sec. 203. Terms and Acronyms

Provides definitions for terms and acronyms used in the appropriations act.

Sec. 204. Civil Service Charges

Requires the Department of Civil Service to bill departments and agencies at the end of the first fiscal quarter for the 1% charge authorized by the State Constitution of 1963. Requires payments for the total billing be made by the end of the second fiscal quarter.

Sec. 205. Hiring Freeze

Imposes a hiring freeze on the state classified civil service employees, except for internal transfers of classified employees from one position to another within a department. Exceptions to the hiring freeze are also granted when it results in the Department being unable to deliver basic services, cause loss of revenue to the state, and results in the inability of the state to receive federal funds. Requires a quarterly report to the Chairpersons of the House of Representatives and Senate Appropriations Committees on the number of exceptions to the approved hiring freeze.

Sec. 206. Contingency Funds

Appropriates up to \$100.0 million in federal contingency funds, up to \$20.0 million in state restricted contingency funds, up to \$20.0 million in local contingency funds, and up to \$10.0 million in private contingency funds. Provides that the contingency funds are not available for expenditure until transferred according to provisions in Section 393 (2) of the Management and Budget Act.

Sec. 207. Privatization

Requires the Department to submit a complete project plan to the appropriate House of Representatives and Senate Appropriations Subcommittees and the House and Senate Fiscal Agencies at least 120 days before beginning any effort to privatize.

Sec. 208. Internet Reporting Requirements

Requires the Department to use the Internet to fulfill the reporting requirements of this act. Requires the Department to quarterly provide an electronic and paper listing of the reports submitted during the most recent three-month period, along with the Internet or Intranet site of each report, to members of the House of Representatives and Senate Appropriations Subcommittees, the House and Senate Fiscal Agencies, and the State Budget Office.

Sec. 209. American Goods or Services and Michigan Goods or Services

Prohibits the use of appropriated funds for the purchase of foreign goods or services, or both, if competitively priced and comparable quality American goods or services, or both, are available. Prohibits the use of appropriated funds for the purchase of out-of-state goods or services, or both, if competitively priced and comparable quality Michigan goods or services, or both, are available.

Sec. 210. Businesses in Deprived and Depressed Communities

Requires the Director of the Department to take reasonable steps to ensure that businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. Encourages the Director to subcontract with certified businesses in deprived and depressed communities for services or supplies, or both. Requires the Director to take reasonable steps to ensure equal opportunity for all who compete for and perform contracts to provide services or supplies, or both.

Sec. 211. Fee Revenue

Allows fee revenue to be carried forward, with the approval of the State Budget Director, into the next fiscal year and to be used as the first source of funding in that fiscal year.

Sec. 212. Caps on Funds Expended

Caps the funds expended from the federal maternal and child health block grant, federal preventive health and health services block grant, federal substance abuse block grant, healthy Michigan fund, and Michigan initiative fund. Requires a report by February 1, 2003, on the FY 2002-03 appropriations fund sources by line item appropriations. Requires a report on the amount and sources of funds proposed to support the FY 2003-04 Executive Budget Recommendation upon release of the budget. Requires all revenue source detail for consolidated revenue line item detail to be provided upon a request to the Department.

Sec. 213. Report on Tobacco Tax Funds

Requires state departments, agencies, and commissions receiving tobacco tax funds to report on programs utilizing these funds by January 1, 2003, to the House of Representatives and Senate Appropriations Committees, the House and Senate Fiscal Agencies, and the State Budget Director.

Sec. 214. Use of Tobacco Tax Revenue

Prohibits the use of tobacco tax revenue deposited in the healthy Michigan fund for lobbying as defined in Public Act 472 of 1978.

Sec. 216. Use of Prior-Year Revenues

Allows the use of prior-year revenues for the write-offs of accounts receivables, deferrals, and prior-year obligations. Does not limit the Department's ability to satisfy appropriation deductions in Part 1 to collections and accruals provided in FY 2002-03. Requires the Department to report by March 15, 2003, and September 15, 2003, on all reimbursements, refunds, adjustments, and settlements from prior years to the House of Representatives and Senate Appropriations Subcommittees on Community Health.

Sec. 218. Basic Health Services

Lists the basic health services embodied in Part 23 of the Public Health Code that are to be available and accessible throughout the state.

Sec. 219. DCH Contracts with the Michigan Public Health Institute

Allows the Department to contract with the Michigan Public Health Institute for the design and implementation of projects and other public health related activities. Requires the Department to report on each funded project by November 1, 2002, and May 1, 2003, to the House of Representatives and Senate Appropriations Subcommittees on Community Health, the House and Senate Fiscal Agencies, and the State Budget Director. Provides that reports not received by the specified dates will result in the nondisbursement of funds to the Institute until the overdue reports are received. Requires the Department to provide copies of all reports, studies, and publications produced by the Institute by September 30, 2003.

Sec. 220. Audits of Michigan Public Health Institute Contracts

Requires all contracts with the Michigan Public Health Institute that are funded with Part 1 appropriations to include a provision requiring financial and performance audits by the State Auditor General.

Sec. 223. Fees for Publications, Videos, Conferences, and Workshops

Allows the Department to establish and collect fees for publications, videos and related materials, conferences, and workshops. Requires collected fees to be used to offset expenditures for printing and mailing costs of publications, videos and related materials, and the costs of conferences and workshops.

Sec. 259. User Fees for Information Technology Services and Projects

Requires the Department to pay user fees to the Department of Information Technology for technology-related services and projects from the Part 1 appropriated funds for information technology. Subjects the user fees to provisions of an interagency agreement between the Department and the Department of Information Technology.

Sec. 260. Information Technology Work Projects

Permits the designation of Part 1 appropriated funds for information technology as work projects. Provides that funds designated for work projects are not available for expenditure until approved as work projects under Section 451a of the Management and Budget Act.

Sec. 261. Early Retirement and Budgetary Savings

Requires the negative appropriation for early retirement savings in Part 1 to be satisfied by savings realized from not filling all of the positions lost due to the early retirement plan for state employees enacted in Public Act 93 of 2002 amendments to the State Employees Retirement Act. Requires the negative appropriation for budgetary savings in Part 1 to be satisfied by savings achieved from the imposed hiring freeze, efficiencies, and other savings identified by the Director of the Department of Community Health and approved by the State Budget Director. Requires appropriation authorizations for early retirement savings and budgetary savings to be adjusted after the approval of transfers by the Legislature pursuant to Section 393(2) of the Management and Budget Act.

Sec. 262. Expenditure of Appropriated Funds

Requires the Department to provide a written explanation of the reasons why it did not fully expend appropriated funds if any of the following occurs: 1) a proposed legislative transfer removes 10% or more of the funding in a line item; 2) a proposed legislative transfer brings the total of the year-to-date transfers out of that line to 10% or more of the originally appropriated amount; 3) a proposed legislative transfer removes funding in a line item that is the subject of boilerplate language expressing legislative intent for program implementation; 4) 10% or more of a line item will lapse to the general fund at the close of the fiscal year; and 5) 10% or more of a line item will be proposed to be included in a work project.

Sec. 263. Cigarette Tax Contingency Appropriations

Appropriates funds for the consumer involvement program, minority health grants and contracts, African-American male health initiative, cancer prevention and control allocation pursuant to Section 1008, chronic disease prevention for child and adult arthritis, diabetes and kidney program, injury control intervention project for safe kids program, immunization local agreements for the meningitis initiative, Michigan essential health care provider program, obesity program, physical fitness, nutrition, and health, pregnancy prevention program, smoking prevention, fetal alcohol syndrome, and local health services for training and evaluation if the tax on cigarettes is increased by \$0.30 or more per pack by September 30, 2002.

DEPARTMENTWIDE ADMINISTRATION**Sec. 301. Worker's Compensation Funds**

Allows the Department to make payment from funds appropriated for worker's compensation for wage and salary and related fringe benefits for employees who return to work under limited duty assignments.

Sec. 302. Community Health Advisory Council

Allows the funds appropriated for the Community Health Advisory Council to be used for members per diems of \$50 and other council expenditures.

Sec. 303. First-Party Payments for Mental Health Services

Prohibits the Department from requiring first-party payments from individuals or families with a taxable income of \$10,000 or less for mental health services for determinations made in accordance with Section 818 of the Mental Health Code.

Sec. 304. Michigan Essential Health Care Provider Program

Allows funds appropriated for the Michigan Essential Health Care Provider Program to be used to provide loan repayment for dentists that meet the criteria established in Part 27 of the Public Health Code.

Sec. 305. Funding for Multicultural Agencies Providing Primary Care Services

Directs the Department to continue to fund multicultural agencies that provide primary care services.

Sec. 307. Primary Care Services Funding for Health Centers

Allocates up to \$2,890,500 to enhance the service capacity of federally qualified health centers and similar health clinics providing primary care services.

Sec. 309. Breton Health Center

Designates Breton Center as a state-sponsored health center for the purpose of qualifying certified health care providers for loan repayments under the Michigan Essential Health Care Provider Program.

Sec. 310. Primary Care Clinics

Requires the Department to identify all primary care clinics located in federally designated health professional shortage areas. Requires the Department to provide assistance, upon request, to these primary care clinics in attaining designation as a state-sponsored health center for the purpose of qualifying health care providers for loan repayments under the Michigan Essential Health Care Provider Program. Requires the Department to provide bimonthly reports to the House of Representatives and Senate Appropriations Subcommittees on Community Health and the House and Senate Fiscal Agencies on the names and locations of clinics located in federally designated health professional shortage areas and designated as Michigan essential health care provider sites.

Sec. 311. Palliative Care Funding and Hospice Pilot Project Report

Allocates \$166,200 for education programs on and the promotion of palliative care, hospice, and end-of-life care. Requires the Department to report on the hospice pilot project by October 1, 2002.

Sec. 312. Michigan Partnership for the Advancement of End-of-Life Care

Allocates \$150,000 to the Michigan Partnership for the Advancement of End-of-Life Care. Expresses the Legislature's intent that the grant decreases by \$50,000 per year over the next 3 fiscal years.

Sec. 313. Compulsive Gambling

Requires a November 1, 2002 report to the House of Representatives and Senate Appropriations Subcommittees on Community Health, House and Senate Fiscal Agencies, and State Budget Director on activities undertaken by the Department to address compulsive gambling.

MENTAL HEALTH/SUBSTANCE ABUSE SERVICES ADMINISTRATION AND SPECIAL PROJECTS

Sec. 350. Michigan Protection and Advocacy Services

Allows the Department to enter into a contract with the Michigan Protection and Advocacy Services or a similar organization to provide legal services for the purposes of gaining and maintaining occupancy in a community living arrangement which is under lease or contract with the Department or CMHSPs to provide services to persons with mental illness or developmental disability.

Sec. 352. Survey of Adolescent Suicide

Requires the Department to conduct a statewide survey of adolescent suicide and an assessment of available preventative resources.

COMMUNITY MENTAL HEALTH/SUBSTANCE ABUSE SERVICES PROGRAMS

Sec. 401. Comprehensive System of CMH Services

Provides that Part 1 appropriated funds are to support a comprehensive system of CMH services under the full authority and responsibility of local CMHSPs. Requires the Department to ensure that each CMHSP provides a complete array of mental health services, the coordination of inpatient and outpatient hospital services, individualized plans of services, a case management system, and a system that serves at-risk and delinquent youth pursuant to provisions of the Mental Health Code. Requires the Department, in partnership with CMHSPs, to establish a process that ensures the long-term viability of a single entry and exit and locally controlled CMH system. Prohibits a contract between a CMHSP and the Department from being altered or modified without a prior written agreement of the parties to the contract.

Sec. 402. Contracts Between the Department and CMHSPs

Requires final authorizations to CMHSPs be made upon the execution of contracts between the Department and CMHSPs. Requires each contract with a CMHSP include a provision that it is not valid unless the total dollar obligation of all contracts entered into between the Department and CMHSPs for FY 2002-03 does not exceed Part 1 appropriations. Requires the Department to report immediately to the House of Representatives and Senate Appropriations Subcommittees on Community Health, the House and Senate Fiscal Agencies, and the State Budget Director if there are new contracts or amendments to contracts with CMHSPs that would affect enacted rates or expenditures.

Sec. 403. Multicultural Service Providers

Requires the Department to ensure that CMHSPs continue contracts with multicultural service providers.

Sec. 404. Report on CMHSPs

Requires the Department to provide a report by May 31, 2003, on the following for CMHSPs: a demographic description of service recipients which include reimbursement eligibility, client population, age, ethnicity, housing arrangements, and diagnosis; a breakdown of clients served, by diagnosis as defined in the American Psychiatric Association's Diagnostic and Statistical Manual, when encounter data is available; per capita expenditures by client population group; expenditures by client group and fund source, and cost information by service category; data describing service outcomes; information about access to CMHSPs; an estimate of the number of FTEs employed by CMHSPs, contracted with directly by CMHSPs, and contracted with provider organizations as of September 30, 2002; lapses and carry-forwards during FY 2001-02; information on the CMH Medicaid managed care program; and performance indicator information required to be submitted to the Department in contracts with CMHSPs.

Sec. 405. Wage Increase to Direct Care Workers

Provides that it is the Legislature's intent that the wage increase funded for direct care workers in local residential settings, day programs, supported employment, and other vocational programs continue to be paid.

Sec. 406. Appropriations for State Disability Assistance Substance Abuse Services Program

Requires funds appropriated for the state disability assistance substance abuse services program to be used to support per diem and board payments in substance abuse residential facilities. Requires the Department to reimburse all eligible licensed substance abuse programs at a rate equivalent to that paid by the Family Independence Agency to adult foster care providers.

Sec. 407. Substance Abuse Prevention, Education, and Treatment Grants

Requires that appropriations for substance abuse prevention, education, and treatment grants be expended for contracting with coordinating agencies or designated service providers. Provides that it is the Legislature's intent that coordinating agencies and designated service providers work with CMHSPs to coordinate services provided to individuals with both mental illness and substance abuse diagnoses. Requires the Department to establish a fee schedule for providing substance abuse services and charge participants in accordance with their ability to pay.

Sec. 408. Report on Substance Abuse Prevention, Education, and Treatment Programs

Requires the Department to report by April 15, 2003, on the following data on substance abuse prevention, education, and treatment programs for FY 2001-02: expenditures stratified by coordinating agency, by central diagnosis and referral agency, by fund source, by subcontractor, by population served, and by service type; expenditures per state client; number of services provided by central diagnosis and referral agency, by subcontractor, and by service type; and collections from other first/third party payers, private donations, or other state or local programs by coordinating agencies, by subcontractors, by population served, and by service type.

Sec. 409. Substance Abuse Services to Clients with Children

Requires funds for substance abuse services to be distributed in a manner to provide priority to service providers that furnish child care services to clients with children.

Sec. 410. Substance Abuse Treatment for FIA Recipients

Requires the Department to assure that substance abuse treatment is provided to applicants and recipients of public assistance through the Family Independence Agency who are required to obtain substance abuse treatment as a condition of eligibility for public assistance.

Sec. 411. Jail Diversion Services for Persons with Mental Illness or Developmental Disability

Requires the Department to ensure that each contract with a CMHSP require the CMHSP to implement programs to encourage diversions for persons with mental illness, serious emotional disturbance, or developmental disability from possible jail incarceration when appropriate. Requires each CMHSP to have jail diversion services and work toward establishing relationships with representative staff of local law enforcement agencies.

Sec. 412. Non-Medicaid Substance Abuse Services - VETOED

Requires the Department to contract with the Salvation Army Harbor Light Program and Salvation Army Turning Point of West Michigan for providing non-Medicaid substance abuse services at not less than the amount contracted for in FY 2001-02. Requires the Department to make an administrative allocation from its existing appropriation of not less than 10% of the amount contracted for in FY 2001-02 for these Salvation Army programs.

Sec. 413. Capitation Rates Payable to CMHSPs

Requires the Department to report to the House of Representatives and Senate Appropriations Subcommittees on Community Health, and the House and Senate Fiscal Agencies on the methodology utilized and the adjustments made in recalculating the capitation rates payable to CMHSPs and other managing entities by October 10, 2002.

Sec. 414. Medicaid Substance Abuse Services

Requires Medicaid substance abuse services to be managed by selected CMHSPs pursuant to the Centers for Medicare and Medicaid Services' approval of Michigan's 1915(b) waiver request to implement a managed care plan for specialized substance abuse services. Authorizes selected CMHSPs to receive a capitated payment on a per eligible per month basis to assure the provision of medically necessary substance abuse services. Requires selected CMHSPs to be responsible for the reimbursement of claims for specialized substance abuse services. Allows CMHSPs that are not coordinating agencies to continue to contract with a coordinating agency provided that the alternative arrangement is based on client service needs and has prior approval from the Department.

Sec. 416. Prescribed Psychotropic Medications

Prohibits CMH boards from being held liable for the cost of prescribed psychotropic medications during FY 2002-03. Requires that in calculating the amount of lapses available in offsetting overexpenditures resulting from the implementation of this section, lapses credited to CMH line items will only include lapses in excess of the amount calculated for the 5% carryforward defined in state statute. Requires the Department to provide quarterly reports on psychotropic medications regarding the type, number, cost, and prescribing patterns of Medicaid providers. Requires the Department to request the transfer of appropriation lapses or supplemental funding if expenditures for Medicaid mental health services and Medicaid substance abuse services exceed the Part 1 appropriations due to an increase in the number or mix of Medicaid eligibles.

Sec. 417. Regional Partnerships for CMH Boards

Expresses the Legislature's intent that the Department support pilot projects by CMH boards to establish regional partnerships. Allows CMH boards located in counties within a 45-mile radius of each other to collaborate for the purpose of forming regional partnerships. Defines the purpose of regional partnerships to be expanding consumer choice, promoting service integration, and producing system efficiencies through the coordination of efforts. Requires the pilot projects to be completely voluntary and based on projects proposed by CMH boards. Authorizes a regional partnership to retain 100% of any net lapses generated by the regional partnership.

Sec. 418. Monthly Report on Medicaid Managed Mental Health Program

Requires the Department to report monthly on the amount of funding paid to CMHSPs to support the Medicaid managed mental health program.

Sec. 419. Carry Forward of Substance Abuse Funds - VETOED

Requires the Department and CMHSPs that contract with substance abuse coordinating agencies to include provisions in their contracts that allow the agencies to carry forward up to 5% of its federal block grant revenue from the funds appropriated for community substance abuse prevention, education, and treatment programs.

Sec. 422. Pilot Projects by CMHSPs on Psychotropic Drug Costs

Expresses the Legislature's intent that the Department support pilot projects by CMHSPs to control and manage psychotropic drug costs associated with the Managed Specialty Services and Supports Program. Requires the pilot projects to be completely voluntary and based on projects proposed by CMHSPs. Requires the Department to provide quarterly reports to the House of Representatives and Senate Appropriations Subcommittees on Community Health, the State Budget Office, and the House and Senate Fiscal Agencies as to any activities by CMHSPs to pilot projects.

Sec. 423. Delivery of Substance Abuse Prevention, Education, and Treatment Programs

Requires the Department to work cooperatively with the Family Independence Agency and the Departments of Corrections, Education, State Police, and Military and Veterans Affairs, within existing appropriations, to coordinate and improve the delivery of substance abuse prevention, education, and treatment programs. Requires the outcomes of the cooperative effort to be reported by March 15, 2003, to the House of Representatives and Senate Appropriations Subcommittees on Community Health, the House and Senate Fiscal Agencies, and the State Budget Director.

Sec. 424. Timely Claims Process for CMHSPs

Requires CMHSPs that contract with the Department to provide services to the Medicaid population to adhere to the timely claims processing and payments procedure to claims submitted by health professionals and facilities as described in Public Act 187 of 2000.

Sec. 425. Report on Prisoners Receiving Mental Health and Substance Abuse Services

Requires the Department, in conjunction with the Department of Corrections, to report by April 1, 2003, on the following FY 2001-02 data to the House of Representatives and Senate Appropriations Subcommittees on Community Health and Corrections, the House and Senate Fiscal Agencies, and the State Budget Office: the number of prisoners receiving substance abuse services; the number of prisoners receiving mental health services; and data indicating if prisoners receiving mental health services were previously hospitalized in a state psychiatric hospital for persons with mental illness.

Sec. 426. Report on Mental Health Services to Minors

Requires the Department, to assist the Family Independence Agency, in providing a report on mental health services to minors assigned or referred by the courts and found to meet CMHSP clinical and financial eligibility determination requirements for FY 2001-02 by May 31, 2003, to the House and Senate Appropriations Subcommittees on Community Health, the House and Senate Fiscal Agencies, and the State Budget Director.

Sec. 427. Capitation Payments to CMHSPs

Prohibits the Department from enacting any contract changes concerning capitation payments to CMHSPs for Medicaid eligibles unless required by federal law and agreed to by contract with CMHSPs. Does not permit the Department to alter capitation rates in order to offset any increases in costs due to increases in the Medicaid caseload or case mixture. Requires the Department to submit a copy of any state plan amendment to the federal waiver for the Managed Specialty Services and Supports Program to the Legislature before submitting the state plan amendment to the Centers for Medicare and Medicaid Services.

Sec. 428. Contingency Appropriation of \$100 Million for CMHSPs

Authorizes the Department to establish a separate contingency appropriations account, in an amount not to exceed \$100 million, for the purpose of providing an increase in Medicaid capitation rates for CMHSPs. Specifies that in order to receive a capitation rate increase, CMHSPs or affiliations of CMHSPs provide local funds from internal resources that can be used as a bona fide source for the state match required under the Medicaid program. Requires the distribution of the rate increase to be based on a formula developed by a Committee established by the Department that includes representatives from CMHSPs or affiliations of CMHSPs and Department staff. Specifies the criteria to be used in developing the distribution formula for the Medicaid capitation rate increase. Permits the Committee to recommend changes in the funding formula for CMH non-Medicaid payments. Requires the Committee to report its findings to the House of Representatives and Senate Appropriations Subcommittees on Community Health by February 1, 2003. Prohibits the enactment of this section resulting in any increase in the local match or county match obligations above the FY 2001-02 level of funding provided for mental health services. Prohibits the implementation of this section if it does not comply with federal laws or regulations.

Sec. 430. Funds Appropriated for CMH Non-Medicaid Services - VETOED

Permits CMHSPs that contract with local providers of mental health services and services for persons with developmental disabilities under a capitated reimbursement system to include provisions in their contracts to allow the providers to carry forward up to 5% of their unobligated capitation payments from the funds appropriated for CMH non-Medicaid services.

Sec. 431. Funds Appropriated for Medicaid Mental Health Services - VETOED

Permits CMHSPs that contract with local providers of mental health services and services for persons with developmental disabilities under a capitated reimbursement system to include provisions in their contracts to allow the providers to carry forward up to 5% of their unobligated capitation payments from the funds appropriated for Medicaid mental health services.

Sec. 432. Ongoing Discussions with Local Providers of Mental Health and Substance Abuse Services

Expresses the Legislature's intent that all CMHSPs establish ongoing discussions with local providers of mental health services, substance abuse services, and services to persons with developmental disabilities in preparation of the competitive procurement of these services as described in the plan approved by the Centers for Medicare and Medicaid Services.

Sec. 433. "System of Change" Grant

Requires the Department to apply for a "System of Change" grant from the Centers for Medicare and Medicaid Services to support self-determination initiatives for persons with developmental disabilities and mental illness.

Sec. 435. County Matching Funds to CMHSP

Directs counties required under provisions of the Mental Health Code to provide matching funds to CMHSPs for mental health services rendered to residents in its jurisdiction to pay these funds in equal installments on a quarterly basis throughout the fiscal year.

Sec. 436. Specialty Services and Support Waiver Bidding Process

Requires CMHSPs, regional partnerships, and other entities that are chosen to provide public mental health services through the 1915(b) specialty services and support waiver bidding process to endeavor to minimize disruptions in services to their clientele due to potential changes in their contracts with providers.

Sec. 439. Community Residential Settings Pilots

Expresses the Legislature's intent that the Department, in conjunction with CMHSPs, supports pilot projects that facilitate the movement of adults with mental illness from state psychiatric hospitals to community residential settings. Provides that the purpose of the voluntary pilot projects are to encourage the placement of persons with mental illness in community residential settings who, among other things, require a secured and supervised living environment and assistance in taking prescribed medications. Requires quarterly reports to the House of Representatives and Senate Appropriations Subcommittees on Community Health, the House and Senate Fiscal Agencies, and the State Budget Office on activities undertaken by the Department and CMHSPs to pilot projects.

Sec. 442. MIFamily Program

Expresses the Legislature's intent that the \$40 million transferred from CMH Non-Medicaid Services to Medicaid Mental Health Services be used to provide state match for increases in Medicaid funding for mental health services provided to MIFamily enrollees and economic increases for the Medicaid Specialty Services and Supports Program. Requires the general fund match for unused federal dollars to be transferred back to CMH Non-Medicaid Services if payments made to CMHSPs for MIFamily services are less than the revenue included in the Medicaid Mental Health Services line item. Authorizes the Department to transfer up to \$18 million from the CMH Non-Medicaid Services to provide state match for increases in Medicaid funding for MIFamily services to the extent that persons are enrolled in the program. Requires the Department to report quarterly to the House of Representatives and Senate Appropriations Subcommittees on Community Health on the number of persons enrolled in the MIFamily program, the amount of funding transferred from CMH Non-Medicaid Services for the MIFamily program, the amount of Medicaid funds drawn down as a result of each transfer, and the services provided to MIFamily enrollees with these funds. Requires a Committee comprised of representatives of the Department and CMHSPs to report by February 1, 2003 to the House of Representatives and Senate Appropriations Subcommittees on Community Health on its findings on a distribution formula for payments for economic increases for the Medicaid Specialty Services and Support Program and funding formula for CMH Non-Medicaid payments.

Sec. 444. Children's Mental Health Services

Requires the Department to ensure that appropriate continuum of mental and behavioral health services are available to meet children needs which include inpatient services, outpatient services, in-home visits, and family respite care. Requires the Department to promote mental health preventive measures for children.

Sec. 447. Fixed Cost Rate for State Provided Services – VETOED

Requires the Department to provide to CMHSPs a fixed net cost rate for services provided by the state. Requires the net cost rate to equal the operating cost of providing services minus the operating costs paid by federal and private funds, less the amount received by the state as reimbursement from persons and insurers who are financially liable for the cost of service. Requires the rates to be developed by October 1, 2002 and included in the contract between the Department and the CMHSPs. Requires the Department to use these rates for CMHSPs authorizations and rates in which the Department bills CMHSPs for state services.

Sec. 448. Quality Assurance Assessment Fee for CMHSPs – VETOED

Requires a CMHSP or affiliate of a CMHSP that receive funds under this act for participating in the Medicaid Managed Specialty Mental Health and Substance Abuse Program administered by the Department to comply with Section 224b of the Insurance Code of 1956 as if it were a HMO. Limits the quality assurance assessment fee charged to the CMHSP or affiliate to 6%.

Sec. 449. Allocation for Multicultural Services Program – VETOED

Allocates \$2.5 million for persons with severe mental, developmental, physical, or emotional disabilities who are not currently served under the multicultural services program.

STATE PSYCHIATRIC HOSPITALS, CENTERS FOR PERSONS WITH DEVELOPMENTAL DISABILITIES, AND FORENSIC AND PRISON MENTAL HEALTH SERVICES**Sec. 601. Third-Party Payments and Revenue Recapture Project**

Requires that priority be given to obtaining third-party payments for services in the funding of staff in the financial support division, reimbursement, billing, and collection services. Requires the collections from individual recipients of services to be handled in a sensitive and nonharassing manner. Requires the Department to continue a revenue recapture project to generate additional third party revenue from cases that are closed or inactive.

Sec. 602. Pay Telephone Revenues and Gifts and Bequests

Authorizes the carry forward of unexpended and unencumbered funds up to \$500,000 from pay telephone revenues and gifts and bequests for patient living and treatment environments for one fiscal year.

Sec. 603. Forensic Mental Health Services Provided to the Department of Corrections

Specifies that the funds appropriated in Part 1 for Forensic Mental Health Services provided to the Department of Corrections are in accordance with the interdepartmental plan developed in cooperation with the Department of Corrections. Authorizes the Department to receive and expend funds from the Department of Corrections to fulfill the obligations outlined in the interdepartmental agreement.

Sec. 604. Semiannual Reports for CMHSPs

Requires CMHSPs to provide semiannual reports to the Department on the following information: the number of days of care purchased from state hospitals and centers; the number of days of care purchased from private hospitals in lieu of purchasing days of care from state hospitals and centers; the number and type of alternative placements to state hospitals and centers other than private hospitals; and waiting lists for placements in state hospitals and centers. Requires the Department to semiannually report the information to the House of Representatives and Senate Appropriations Subcommittees on Community Health, the House and Senate Fiscal Agencies, and the State Budget Director.

Sec. 605. Closures or Consolidations of State Hospitals and Centers

Prohibits the Department from implementing the closures or consolidations of state hospitals, centers, and agencies until CMHSPs have programs and services in place for those persons currently in the facilities. Requires the Department to provide a closure plan four months after the closure certification to the House of Representatives and Senate Appropriations Subcommittees on Community Health. Requires the transfer of remaining operational funds from closed state hospitals, centers, and agencies to CMHSPs responsible for providing services to these clients.

Sec. 606. Patient Reimbursement

Allows the Department to collect revenue for patient reimbursement from first/third party payers, including Medicaid, to cover the cost the placement in state hospitals and centers. Authorizes the Department to adjust financing sources for patient reimbursement based on actual revenues earned. Permits the carry forward of revenue collected that exceeds current year expenditures if approved by the State Budget Director.

INFECTIOUS DISEASE CONTROL**Sec. 801. Priority for Adolescents for AIDS Prevention Services**

Requires the Department and its subcontractors to ensure that adolescents receive priority for AIDS prevention, education, and outreach services.

Sec. 802. AIDS Provider Education

Allows the Department to provide funding to the Michigan State Medical Society as the lead agency for continuing the development and implementation of AIDS provider education activities.

Sec. 803. AIDS Drug Assistance Program

Directs the Department to continue the AIDS drug assistance program maintaining the prior year eligibility criteria and drug formulary, without prohibiting the Department from providing assistance for improved AIDS treatment medications.

Sec. 804. Funding Placeholder for Federal AIDS Program Funds

From the funds appropriated for AIDS prevention, testing and care programs, \$100 shall be available if additional federal funds are received from the Centers for Disease Control.

Sec. 805. Establish Meningitis Prevention Initiative Fund - VETOED

Adds new Senate language to direct the Department to establish a Meningitis Prevention Initiative Fund in the amount of \$334,100. The fund can accept private and local contributions.

EPIDEMIOLOGY**Sec. 851. Asthma Intervention Program Allocation**

Allocates \$300,000 for an asthma intervention program, including surveillance, community-based programs, and awareness and education. Directs the Department to seek federal funds available for asthma programs.

Sec. 852. Federal Bioterrorism Hospital Preparedness Allocations - VETOED

Modifies House version of new Senate language to allocate \$3.4 million of federal bioterrorism hospital preparedness funding to hospitals in six regions.

Sec. 853. Animal-Borne Disease Transmission to Humans - VETOED

Includes new House section to allocate \$100 for a proactive research initiative regarding transmission of traditionally animal-borne diseases to humans.

LOCAL HEALTH ADMINISTRATION AND GRANTS**Sec. 901. Informed Consent Law Reimbursement of Local Costs**

Directs the Department to reimburse local health departments for costs incurred for services under the informed consent law.

Sec. 902. Funding Penalty in Case of Dissolution of Multi-County Local Health Department

Provides authority for the Department to assess a penalty on a county of up to 5% of the local health department's local public health operations funding if that county ceases to be part of a district health department or an associated arrangement with other local health departments.

Sec. 903. Lead Abatement Program Report

Directs the Department to report annually on the expenditures and activities of the lead abatement program.

Sec. 904. Local Public Health Operations Allocations

Establishes that local public health operations funds shall be prospectively allocated to local public health departments to support costs for nine state/local cost-shared services. Local public health departments will be held to contractual standards for these services. Certain of these services shall be provided in consultation with the Michigan Departments of Agriculture, and Environmental Quality. Local eligibility for distributions is contingent upon local spending of at least the amount expended locally in FY 1992-93 for these services. Requires that a report on planned allocations be made available upon request by April 1, 2003.

Sec. 905. Local Public Health Operations Distributions

Adds new Senate section to require the Department to provide no less than 100% of FY 2001-02 allocations to local public health departments in FY 2002-03 in implementing the new funding distribution methodology for local public health operations funds.

CHRONIC DISEASE AND INJURY PREVENTION AND HEALTH PROMOTION

Sec. 1001. Cancer Awareness and Education

Requires the Department to allocate funds to promote awareness, education and early detection of breast, cervical, prostate, and colorectal cancer and provide for other health promotion media activities.

Sec. 1002. School Health Education Curriculum

Requires that funding be allocated to certain school districts to provide a school health education curriculum that is in accordance with the health education goals established by the Michigan Model for the Comprehensive School Health Education State Steering Committee. Establishes steering committee membership and requires that curriculum materials be made available upon request.

Sec. 1003. Alzheimer's Disease Information and Referral Services

Allocates funds to provide Alzheimer's disease information and referral services through regional networks.

Sec. 1005. Grant to Michigan Physical Fitness and Sports Foundation

Allows the Department to allocate up to \$755,000, unless adjusted pursuant to Sec. 263, to the Michigan Physical Fitness and Sports Foundation contingent upon a 20% minimum cash match from the Foundation.

Sec. 1006. Priority for Smoking Prevention and Cessation Program Funding

Requires the Department to give priority to prevention and smoking cessation programs for pregnant women, women with young children, and adolescents, in spending funds allocated to smoking prevention programs.

Sec. 1007. Violence Prevention Program

Directs that violence prevention funds be used for, but not limited to, programs aimed at the prevention of spouse, partner or child abuse and rape, and programs aimed at the prevention of workplace violence. Directs that the Department give equal consideration to public and private nonprofit grant applicants. The Department may provide funds to local school districts.

Sec. 1008. Cancer Program Allocations to Universities

Contingent on the availability of certain funds, allocates \$1,500,000 from cancer prevention and control program funds to the Karmanos Cancer Institute/Wayne State University, the University of Michigan Comprehensive Cancer Center, and Michigan State University for cancer prevention activities consistent with the current priorities of the Michigan Cancer Consortium.

Sec. 1009. Permits Grant to National Kidney Foundation of Michigan

Permits the allocation of funds from the diabetes and kidney program line item to the National Kidney Foundation of Michigan for kidney disease prevention programs.

Sec. 1010. Osteoporosis Prevention and Education Funding

Allocates \$400,000 to implement the osteoporosis prevention and treatment education program targeting women and school health education.

Sec. 1011. African-American Male Cancer Pilot Project

Contingent on the availability of additional funds appropriated, allows the Department to fund a pilot project for cancer prevention and early detection for high-risk African-American low-income men.

Sec. 1013. Michigan Parkinson's Initiative Funding

Contingent on the availability of additional funds appropriated, allows the Department to provide funds for the implementation of the Michigan Parkinson's Initiative.

Sec. 1019. Stroke Prevention Funding

Allocates \$50,000 for stroke prevention, education, and outreach.

Sec. 1020. Arthritis Education Program Funding

Allocates \$55,000 for a childhood and adult arthritis program, unless otherwise adjusted pursuant to Sec. 263.

Sec. 1024. Spinal Cord Injury Program Allocation

Allows the Department to allocate funds for spinal cord injury programs if federal funding becomes available.

Sec. 1025. Battle Creek Diabetes and Kidney Program Allocation – VETOED

Allocates up to \$50,000 for a Battle Creek diabetes and kidney prevention program.

Sec. 1026. Sickle Cell Program Funds from Chronic Disease Prevention

Contingent on the availability of funds appropriated for chronic disease prevention, the Department may provide funds for a sickle cell anemia program for allocation to specific entities.

Sec. 1027. Sickle Cell Program Funds from African-American Male Health Initiative

Contingent on the availability of funds appropriated for the African-American male health initiative, the Department may provide funds for a sickle cell anemia program for allocation to specific entities.

Sec. 1028. African-American Male Health Initiative Funding

Contingent on the availability of funds appropriated for the African-American male health initiative, the Department may allocate funds to the African-American male health initiative at Henry Ford Health System.

COMMUNITY LIVING, CHILDREN, AND FAMILIES

Sec. 1101. Reallocation of Funds for Certain Programs in Cases of Underexpenditures

Requires the Department to review the basis for the distribution of funds to local health departments and other agencies from various programs in the Community Living, Children, and Families appropriation unit and the WIC program and indicate the basis on which any projected underexpenditures are to be reallocated to other local agencies that demonstrate need.

Sec. 1102. Local Policies and Participation for Adolescent Health Care Services Funding

Establishes criteria for agencies that receive funds for adolescent health care services, including annual reporting, creation of a local advisory committee, abortion and parental consent policies, a process for billing third-party payers, coordination with local school board for services rendered in a public school building; and requires a report by the Department.

Sec. 1104. Department Report Regarding Certain Pregnancy Planning and Prenatal Programs

Requires the Department to report by April 1, 2003, on planned allocations and additional actual service and expenditure data for local maternal and child health services, prenatal care outreach and service delivery support, family planning local agreements, and pregnancy prevention programs.

Sec. 1105. Contract with Local Agencies Best Able to Serve Clients

Requires the Department to contract for services to be provided through the Community Living, Children, and Families appropriation unit with local agencies best able to serve clients. Factors upon which to evaluate an agency's ability to serve clients are described.

Sec. 1106. Family Planning Title X Funding Compliance

Requires that family planning programs receiving federal Title X funds be in compliance with federal performance and quality assurance indicators, and that those agencies not in compliance shall not receive supplemental or reallocated funds.

Sec. 1106a. Abstinence Education Program Requirements

Establishes specific items of instruction as requirements for abstinence education programs expending federal abstinence education funds. Directs that funded programs target teenagers most likely to engage in high-risk behavior.

Gives priority in allocation of funds to programs that do not provide contraceptives to minors and that strive to include parental involvement. Qualifying programs may receive such funds directly from the Department.

Sec. 1107. Prenatal Care Outreach Administrative Cost Limit

Restricts local administrative, data processing, and evaluation costs to 10% of the amount appropriated for prenatal care outreach and service delivery support.

Sec. 1108. Restrictions on Use of Pregnancy Prevention Funding

Prohibits pregnancy prevention appropriation line item funds from being used for abortion counseling, referrals, or services.

Sec. 1109. Volunteer Dental Services Program for the Uninsured

Allocates funds from the dental program to the Michigan Dental Association to administer a volunteer dental program to provide dental services to the uninsured; requires a report by the Department to be made available upon request not later than November 1, 2002.

Sec. 1110. Designation of Delegate Agencies for Family Planning/Pregnancy Prevention Funds

Agencies currently receiving pregnancy prevention and family planning funds shall have the option of receiving those funds directly from the Department and be designated as delegate agencies.

Sec. 1111. Allocation of Funds for Services for Family Planning and Pregnancy Prevention

Directs the Department to allocate no less than 87% of family planning and pregnancy prevention funds for the direct provision of services.

Sec. 1112. Allocation for Communities with High Infant Mortality Rates

Allocates at least \$1,000,000 to communities with high infant mortality rates.

Sec. 1113. Allocation of Funds for Fetal Alcohol Syndrome Education and Outreach

Contingent on the availability of additional funds appropriated, including funds pursuant to Sec. 263, requires the Department to allocate \$200,000 for education and outreach on fetal alcohol syndrome, the dangers of drug use during pregnancy, and neonatal addiction, and for further development of infant support services to affected families.

Sec. 1115. Pilot Grants to Higher Education for Parenting and Pregnancy Support for Students

Allows the Department to allocate \$200,000 for pilot grants to institutions of higher education for services for enrolled students in need of pregnancy and parenting resources and support services, which may be established as a three-year work project.

Sec. 1120. Allocation of Funds to Local Health Departments for Medicaid Outreach

Allocates appropriate funds to local public health departments for the purpose of providing EPSDT, maternal and infant support services outreach, and other Medicaid outreach and support services.

Sec. 1121. Children's Respite Services Allocation

Contingent on the availability of funds appropriated, allows the Department to allocate \$150,000 for continuation of children's respite services that were funded in FY 2000-01.

Sec. 1124. Statewide Fetal Infant Mortality Review Network Allocation of Funds - PARTIAL VETO

Subsection (1) requires the Department to allocate \$450,000 from federal maternal and child health block grant funds for the statewide fetal infant mortality review network, if additional block grant funds are available. Subsection (2) directs that the network be funded with a like amount in FY 2003-04 if federal funds become available. Veto eliminated subsection (1).

Sec. 1128. Federal Medicaid Funding for the Migrant Health Care Program

Requires the Department to make every effort to maximize the receipt of federal Medicaid funds to support the activities of the migrant health care program, as funded by the migrant health services appropriation line item.

Sec. 1129. Report of Elevated Blood Lead Levels

Requires the Department to annually report to the Legislature on the number of children with elevated blood lead levels, by county, and indicating the blood lead level.

Sec. 1133. Infant Mortality Data Release

Requires the Department to release infant mortality rate data to all local public health departments no later than 48 hours prior to releasing infant mortality rate data to the public.

Sec. 1134. Suicide Prevention Funding

Allows the Department to provide \$100,000 to the yellow ribbon suicide prevention program for a pilot project, on the condition that unallocated funds are available in the special projects line item following allotment of funds to existing programs that are required to be funded under this act.

Sec. 1135. Services for Sponsored Aliens

Requires the Department to implement a sponsor-to-alien deeming policy for aliens seeking services under any means-tested state-funded program; and to seek reimbursement from sponsors for nonqualified aliens who have received services.

Sec. 1136. Child Advocacy Center Funding – VETOED

Allocates \$1.1 million to child advocacy centers in Michigan, with \$100,000 being allocated to each of 11 centers.

WOMEN, INFANTS, AND CHILDREN FOOD AND NUTRITION PROGRAM

Sec. 1150. Federal Summer Food Service Program for Children

Requires that the Department, in administering the federal summer food service program for children, effectively utilize resources and infrastructure in place for existing food programs administered by the Department and other state agencies when possible.

Sec. 1151. Farmer's Market Nutrition Program Local Contributions

Allows the Department to work with local participating agencies to define local annual contributions for the Farmer's Market Nutrition Program, Project FRESH, to enable the Department to request federal matching funds by April 1, 2003, based on local commitment of funds.

CHILDREN'S SPECIAL HEALTH CARE SERVICES

Sec. 1201. Medical Care and Treatment Reimbursement Policies

Requires that payments for medical care and treatment be made consistent with the reimbursement policies of the Michigan medical services program.

Sec. 1202. Children's Special Health Care Services Coverage

Allows the Children's Special Health Care Services program to provide (a) special formula for persons with certain metabolic and allergic disorders; (b) treatment to persons age 21 or older with cystic fibrosis; (c) genetic diagnostic and

counseling services; and (d) services to persons age 21 or older with hemophilia.

Sec. 1203. Referrals to Locally-Based Services Programs

Requires that the Department refer clients of the program to the locally-based services program in their community.

CRIME VICTIM SERVICES COMMISSION

Sec. 1301. Crime Victim Services Commission Per Diem

Authorizes crime victim services commission per diem amount of \$50.

Sec. 1302. Allocation of Funds for Forensic Nurse Examiner Programs

Allocates up to \$50,000 for expansion of forensic nurse examiner programs to facilitate training for improved evidence collection for the prosecution of sexual assault. Unexpended funds shall be carried forward.

Sec. 1303. Reimbursement of Victim Medical Services Costs Upon Statutory Authorization

If Senate Bill 552 of the 91st Legislature is enacted into law with an effective date in FY 2002-03 and it authorizes such reimbursement, victims of criminal sexual assault shall be eligible to obtain reimbursement for the costs of any medically necessary services that may be needed for evidence to prosecute an offender, and that would otherwise be the financial responsibility of the victim.

Sec. 1304. Sexual Assault Evidence Collection Procedures

Requires the Department to work with other named entities to ensure that certain recommended procedures are followed in the collection of evidence in cases of sexual assault.

OFFICE OF SERVICES TO THE AGING

Sec. 1401. Persons Who Qualify for Certain Senior Program Funding

Funding for community, nutrition, and home services is restricted to eligible individuals at least 60 years of age who fail to qualify for home care services under certain federal provisions.

Sec. 1403. Home-Delivered Meals Waiting Lists

Requires regions to report home-delivered meals waiting lists to the Office of Services to the Aging; criteria for being on the waiting list are stated.

Sec. 1404. Authorization for Spending for Senior Day Care, Care Management, Respite Care

Allows area agencies on aging and local providers to receive and expend fees for the provision of day care, care management, respite care, and certain eligible home and community-based services. Fees shall be based on a sliding scale, taking client income into consideration, and shall be used to expand services.

Sec. 1406. Allocation of Respite Care Tobacco Settlement Funds for Direct Care

Requires that the \$5,000,000 respite care appropriation of tobacco settlement funds shall be used only for direct respite care or adult respite care center services, and shall be allocated according to a long-term care plan. Not more than 10% of the allocation shall be expended for administrative purposes.

Sec. 1407. Long-Term Care Advisor

Requires that the \$761,000 long-term care advisor appropriation of tobacco settlement funds shall be allocated according to a long-term care plan, and that the activities of the long-term care advisor shall support awareness for a continuum of care for older adults and shall promote and support family involvement.

Sec. 1408. Contract for Local Senior Services According to Locally-Determined Needs

Requires the Office of Services to the Aging to award local funds in accordance with locally-determined needs.

Sec. 1413. Support of Locally-Based Community Senior Services

Establishes the Legislature's support of locally-based services, support of local counties in their approval of area agency on aging plans and in changing membership of area agencies on aging in their region, and the Legislature's intent to prohibit area agencies on aging from providing direct services unless a waiver has been received from the Department.

Sec. 1416. Support for In-Home Services for Non-Medicaid Seniors

Establishes the Legislature's commitment to provide in-home services, resources, and assistance for the frail elderly who are not being served by the Medicaid home and community-based services waiver program.

MEDICAL SERVICES ADMINISTRATION

Sec. 1505. Health Care Coverage Options for the Working Disabled

Directs the Department of Community Health, in conjunction with the Department of Consumer and Industry Services, to explore options for extending health coverage to the working disabled through the federal "Ticket to Work" legislation, and requires a report by October 1, 2002.

Sec. 1507. Ticket to Work Initiative Work Project

Establishes \$50,000 for the "Ticket to Work" program as a work project to be carried forward in FY 2002-03.

Sec. 1508. School District Health Center Training and Assistance –VETOED

Allocates \$200,000 for School district health center training and assistance in MIChild enrollment, delivery system coordination, and service reimbursement procedures.

MEDICAL SERVICES

Sec. 1601. Remedial Services Costs and Medicaid Eligibility

Requires remedial service costs to be used in determining medically-needy eligibility for those in adult foster care and homes for the aged.

Sec. 1602. Medicaid Eligibility for the Elderly and Disabled

Provides Medicaid eligibility to low income elderly and disabled persons up to 100% of the poverty level.

Sec. 1603. Medical Services Buy-In Program

Allows the Department to establish a statewide program for persons to purchase medical coverage at a rate determined by DCH.

Sec. 1604. Medicaid Spend-down Protected Income Level

Directs the Department to report by March 1, 2003, on the steps required to increase the Medicaid protected income level to the Social Security substantial gainful activity level for persons receiving social security disability.

Sec. 1605. Medicaid Protected Income Level

Establishes the Medicaid protected income level at 100% of the public assistance standard and requires 90-day notice prior to implementation of changes in the protected income level.

Sec. 1606. Medicaid Eligibility Deduction for Guardian and Conservator Charges

Limits the allowable deduction for guardian and conservator charges to \$60 per month when determining Medicaid eligibility and patient pay amounts.

Sec. 1607. Medicaid Presumptive Eligibility for Pregnant Women

Stipulates that Medicaid applicants whose qualifying condition is pregnancy shall be presumed to be eligible unless the preponderance of the evidence in the application indicates otherwise. Sets procedures to facilitate access to health care for pregnant women including provision of an authorization letter, a listing of Medicaid physicians and health plans, and exemption from mandatory managed care enrollment.

Sec. 1608. Patient Rights and Responsibilities Pamphlet

Provides for a pamphlet on patient rights and responsibilities to be updated and distributed to providers.

Sec. 1610. Provider Cost Report Grievance Procedure

Requires the Department to provide a cost report grievance process for medical providers and payment within nine months following submission of cost reports.

Sec. 1611. Medicaid Payment in Full Provisions

Requires Medicaid payment rate to be accepted as payment in full, including payments from other third-party sources. The Hospital Services payments for persons who are dually eligible for Medicare and Medicaid are to include capital payments in determining the Medicaid reimbursement amount.

Sec. 1612. Uniform Medicaid Billing Form – PARTIAL VETO

Expresses legislative intent that a uniform Medicaid and school-based services billing form be developed and requires bimonthly reports on the progress of the initiative. Veto eliminated the requirement that HMOs adhere to the time frames for payment to providers provided in state law (subsection 2).

Sec. 1615. Medicaid Electronic Billing

Allows the Department to require enrolled Medicaid providers to submit their billings electronically and requires the implementation of a program for Medicaid providers to submit their bills over the internet by April 1, 2003.

Sec. 1620. Pharmacy Dispensing Fee and Copayments

Maintains the pharmacy dispensing fee at \$3.77 or the pharmacy's usual and customary charge, whichever is less. Sets the dispensing fee for managed care recipients at the usual charge allowed by the patient's HMO if it is less than \$3.77 and the pharmacy's usual and customary charge. Requires prescription copayments for Medicaid recipients except as prohibited by federal or state law or regulation.

Sec. 1621. Drug Utilization Review and Disease Management

Authorizes drug utilization review and disease management systems with physician oversight and consultation with various medical provider groups. Prohibits therapeutic substitution.

Sec. 1622. Pharmaceutical Best Practice Initiative

Specify conditions for the continued implementation of the Department's pharmaceutical initiative related to the prior authorization process, the pharmacy and therapeutics committee, and reporting requirements.

Sec. 1623. Dispensing of Maintenance Drugs

Continues the current Medicaid policy that allows for the dispensing of a 100-day supply for maintenance drugs and notice to medical providers regarding this policy. Requires dispensing medication in the quantity prescribed unless subsequent consultation with the physician indicates otherwise.

Sec. 1624. Tobacco Settlement Funds for EPIC

Appropriates an additional \$20 million in tobacco settlement funds for the EPIC program if the state budget director certifies that the federal funds appropriated are not available and there is sufficient tobacco settlement revenue

available.

Sec. 1627. Drug Rebates for the State Medical Program and CSHCS Program

Authorizes the Department to secure manufacturer drug rebates for participants in the State Medical, Children's Special Health Care Services, and EPIC programs that are equivalent to Medicaid rebates, and allows for preauthorization of drugs if rebates are not provided.

Sec. 1628. Medicaid Pharmacy Rebate Savings and the EPIC Program

Expresses legislative intent that Medicaid pharmacy rebate savings over the budgeted amount should first be used to offset pharmacy costs above the appropriated level and then to expand coverage under the EPIC program.

Sec. 1630. Medicaid Dental, Podiatric, and Chiropractic Services

Continues adult dental, podiatric, and chiropractic services at not less than the level provided on October 1, 1996. Prohibits restrictions on chiropractic services unless the recipient exceeds 18 visits within a year.

Sec. 1631. Copayments for Dental, Podiatric, Chiropractic, Vision, and Hearing Services

Requires copayments on dental, podiatric, chiropractic, vision and hearing aid services unless prohibited by law or regulation.

Sec. 1633. Healthy Kids Dental Program Expansion

Requires the Department to expand the Healthy Kids Dental program statewide if the funds become available specifically for this purpose.

Sec. 1634. Continuation of Ambulance Services Payment Rate

Requires continuation of the FY 2000-01 5% increase in ambulance service payment rates.

Sec. 1641. Institutional Provider Costs Reports

Requires institutional providers to submit their cost reports within five months of the end of the fiscal year.

Sec. 1643. Psychiatric Residency Training Program

Allocates \$3,635,100 from Graduate Medical Education funds for a psychiatric residency training program if the universities involved provide the necessary Medicaid matching funds.

Sec. 1645. Hospital Adjustor Formula - VETOED

Directs the Department to implement a hospital adjustor formula to be paid as a 27% Medicaid rate increase, not to exceed \$6.0 million, contingent upon passage of a \$0.30 or greater increase in the cigarette tax. The payments would go to hospitals in counties with few than 250,000 people, municipalities with a population under 10,000, and those with fewer than 75 beds.

Sec. 1646. Hospital Transition Funds – VETOED

Allocates \$ 1.0 million to hospitals to offset facility closure costs, and transition costs for hospitals converting to an urgent care center or federally qualified health center.

Sec. 1647. Continuation of Graduate Medical Education Payments

Requires graduate medical education payments to hospitals at no less than the level of rates and payments in effect on April 1, 2002.

Sec. 1648. Automated Toll-Free Eligibility Verification Phone Line

Requires the Department to maintain an automated toll-free phone line for medical providers to verify Medicaid eligibility.

Sec. 1649. Breast and Cervical Cancer Treatment Coverage

Directs the Department to establish breast and cervical cancer treatment coverage for uninsured women under age 65 and with incomes below 250% of the poverty level, pursuant to new federal legislation.

Sec. 1650. Mandatory Managed Care Enrollment Requirement

Authorizes continuation of Medicaid managed care and assignment of recipients who do not select a provider. Requires notice of exception criteria to enrollment, the right to change plans, and complaint/grievance procedures. Specifies the criteria for medical exceptions to mandatory managed care enrollment.

Sec. 1651. Hospice Services Under Medicaid Managed Care

Allows access to hospice services for Medicaid patients enrolled in health maintenance organizations.

Sec. 1653. Conditions for Implementation of Medicaid Managed Care Plans - VETOED

Establishes conditions for implementation of Medicaid managed care plans related to continuity of care, submission of HMO data for evaluation, health plan advisory council, and choice of plans and prohibits mandatory enrollment in non-metropolitan areas with only one HMO unless there is a choice of two or more physicians. Maintains voluntary enrollment in the Children's Special Health Care Plan, and requires a budget neutral case rate adjustment for persons with AIDS and other high cost conditions.

Sec. 1654. HMO Internal Quality Assurance Program - VETOED

Requires HMOs to have an internal quality assurance program and specifies various standards for such plans.

Sec. 1655. Twelve-Month Lock-In for HMO Enrollment

Allows for a 12-month lock-in to HMOs with good cause exceptions and allows recipients to change plans for any reason within the first 90 days.

Sec. 1656. HMO Expedited Complaint Review Procedures

Requires an expedited grievance procedure for Medicaid recipients enrolled in qualified health plans, and a toll free phone number to assist with resolving problems and complaints. Annual reports on the complaints received and their resolution are required.

Sec. 1657. HMO Reimbursement for Hospital ER Services and Solvency Standards – PARTIAL VETO

Requires reimbursement for emergency room services to screen and stabilize the patient without prior authorization by an HMO, and notice to the HMO regarding the patient's diagnosis and treatment within 24 hours of discharge. Prior authorization by the HMO is required for further services beyond stabilization. Veto eliminated requirement that DCH receive assurances from Office of Financial and Insurance Services that new Medicaid HMOS meet net worth and solvency standards (subsection 4).

Sec. 1658. HMO Contracts with Hospitals - VETOED

Expresses legislative intent that HMOs shall have contracts with local hospitals, and requires reimbursement to non-contracted hospitals at Medicaid fee-for-service rates. Also requires hospitals that do not contract with HMOs in their service area to enter into a hospital access agreement as specified in a MSA policy bulletin.

Sec. 1659. Applicable Boilerplate Sections for Medicaid Managed Care

Specifies the Medical Services boilerplate sections that apply to Medicaid managed care programs.

Sec. 1660. Access to EPSDT, Well Child, and Maternal and Infant Support Services – PARTIAL VETO

Requires timely access to EPSDT services for children enrolled in Medicaid managed care programs. Specifies primary care provider's responsibility for assuring child's vision and hearing screening. Requires local health departments to provide preschool vision and hearing screenings and accept referrals. Veto eliminated requirement that HMOs provide EPSDT utilization data, well child visits, and maternal and infant support services as described in Medicaid policy, and that DCH provide for budget neutral incentives to improve performance related to the care of children and pregnant women (subsections 3-5).

Sec. 1661. Prohibition on Prior Authorization for EPSDT and MSS/ISS Services – PARTIAL VETO

Requires timely access to Maternal/Infant Support services (MSS/ISS) and coordination with other state or local programs. Veto eliminated the prohibition on prior authorization for EPSDT and MSS/ISS screening referrals and up to three MSS/ISS service visits (subsection 2).

Sec. 1662. Review and Analysis of EPSDT and MSS/ISS Performance

Requires the external quality review contractor to conduct a review of all EPSDT components and directs the Department to submit copies of the analysis of HMO HEDIS reports and the annual external quality review report within 30 days. Also requires the Department to work with the Michigan Association of Health Plans and the Michigan Association for Local Public Health to improve EPSDT and MSS/ISS services, and provide training on EPSDT and MSS/ISS.

Sec. 1663. Coordination Related to MSS/ISS and Healthy Kids/MiChild Applications

Requires local health departments and HMOs to work with hospitals on training and coordination related to MSS/ISS referrals. Health departments are also required to work with various local organizations on training and coordination to distribute and facilitate the completion of MiChild and Healthy Kids application forms.

Sec. 1670. MiChild Program Eligibility

Specifies that the funds appropriated for the MiChild Program are to be used to provide health care to children under age 19 in families with income below 200 % of the federal poverty level who have not had health insurance within six months of making application for MiChild benefits. Health care coverage is to be provided through expanded Medicaid eligibility for children in families up to 150% of poverty, and through a state-based private health care program for children in families between 150% and 200% of poverty. Requires the Department to contract with any qualified HMO, dental care corporation, health care corporation or other entity which offers to provide the MiChild health care benefit at the capitated rate.

Sec. 1671. MiChild Marketing and Outreach

Requires the Department to continue a comprehensive approach to the marketing and outreach of the MiChild program, and to coordinate such efforts with the Department's existing outreach and marketing activities.

Sec. 1672. Continuous Eligibility for MiChild Participants

Allows the Department to provide up to one year of continuous eligibility for the MiChild Program unless the family members no longer meet the eligibility criteria or fails to pay the monthly premium.

Sec. 1673. MiChild Premiums

Allows the Department to establish premiums for eligible persons above 150% of the poverty level not to exceed \$5 per month for a family.

Sec. 1674. Prohibition on MiChild Copayments

Prohibits copayments under the MiChild Program.

Sec. 1675. Medicaid and MICHild Continuity of Care

Assures continuity of care for persons whose category of MICHild eligibility changes due to family income.

Sec. 1676. MICHild Eligibility Verification

Specifies the income level and verification requirements to be used in determining eligibility for the MICHild program.

Sec. 1677. MICHild Benefits

Specifies the benefits to be covered by the MICHild program based on the state employee insurance plan.

Sec. 1680. Nursing Home Wage Pass-Through – VETOED

Expresses legislative intent that previous nursing home wage pass through payments be continued, and requires a report on nursing home wage and benefit increases provided in FY 2001-02.

Sec. 1681. Home and Community Based Services – VETOED

Requires the Department and local waiver agents to encourage the use of family members, friends, and neighbors to provide non-medical home and community based services, where appropriate.

Sec. 1682. OBRA Nursing Home Enforcement Provisions

Authorizes the Department to implement federal nursing home enforcement provisions and to receive/expend penalty money for noncompliance.

Sec. 1683. Dignity and Rights of Terminally Ill and Chronically Ill Patients

Requires the Department to promote activities that preserve the dignity and rights of terminally ill and chronically ill individuals, including hospice care, pain management, and suicide prevention.

Sec. 1684. Nursing Home Wage Pass-Through – VETOED

Directs the Department to make available up to ½ of the economic increase for a wage pass-through to nursing home employees, up to a maximum of \$0.50 per employee hour.

Sec. 1684a. Wage Pass-Through and Union Fees – VETOED

Prohibits nursing home wage pass-through funding from going to pay union fees or other fees.

Sec. 1685. Prospective Setting of Medicaid Nursing Home Payment Rates – VETOED

Requires Medicaid nursing home payment rates to be set 30 days in advance of the facility's fiscal year, and to be based on the most recent cost report submitted.

Sec. 1687. Long-Term Care Working Group – VETOED

Authorizes continuation of the Long-Term Care Working Group to review the allocation of the Long-Term Care innovation grants funding and to monitor the demonstration grants being funded. Prohibits implementation of the long-term care plan until at least 24 days after the plan is developed and while at least one chamber of the Legislature is in session.

Sec. 1688. Personal Care Services Rate Cap – VETOED

Prohibits a limit on personal care services reimbursement under the Home and Community-Based Services program, but allows the Department to maintain the per day client reimbursement cap.

Sec. 1689. Home and Community Based Services – VETOED

Direct the Department to develop an allocation formula that allows for coverage of not less than 15,000 persons through the Home and Community Based Services program (unless a smaller number is required under federal law). Gives priority to enrolling persons currently residing in nursing homes or who are eligible to be admitted to a nursing home. Also requires quarterly reports on actual usage and expenditures and allocations by region.

Sec. 1690. Long Term Care Managed Care Pilot Project – VETOED

Includes a new Senate section that requires the Department to allocate \$1.0 million for a pilot project to assess whether a managed care approach to the full spectrum of long-term care services can provide an appropriate level of care at a lower cost than achieved through purchasing those services on an individual basis. Deletes reference to specific organization. Deletes House provision that requires the Department to work with community and other stakeholders and the long-term care work group to develop key elements of the pilot project.

Sec. 1691. County-Based Indigent Health Care Programs

Establishes a funding pool of \$44,012,800 for the Wayne County Pluscare program. Allows the Department to establish county indigent health care programs that, at a minimum, are equivalent to the State Medical Program, do not increase GF/GP expenditures, and provide local funds.

Sec. 1692. Medicaid School-Based Services

Provides authorization for Medicaid reimbursement of school-based services.

Sec. 1693. Medicaid Special Adjustor Payments Increase

Allows for an increase in Medicaid special adjustor payments if a Medicaid state plan amendment for such payments above the appropriated level is submitted.

Sec. 1694. Allocation to Children's Hospitals

Authorizes distribution of funds to children's hospitals with a high indigent care volume for poison control services

Sec. 1696. Magnetic Card Identification System

Requires the Department to complete a study by October 1, 2002 on the benefits of a magnetic card identification system to interface with various state benefit programs and to assist with the eligibility verification process.

Sec. 1697. Local Match Funds for School-Based or School-Linked Services

Allows the Department to utilize school district funds received from a health system as the state match for federal Medicaid or children's health insurance program funds to be used for new school-based or school-linked services.

Sec. 1699. Disproportionate Share and Graduate Medical Education Payments

Authorizes separate payments for hospitals serving a disproportionate share of indigent payments and those hospitals providing graduate medical education.

Sec. 1700. Federal Medicaid Waivers

Prohibits the submission of a Medicaid waiver to the federal government unless it is submitted to the House and Senate Appropriations Subcommittees on Community Health 30 days in advance.

Sec. 1701. Nursing Home Quality Incentive Program – VETOED

Re-establishes a nursing home quality care incentive program that provides incentives for nursing homes to develop high quality services, but specifies that funding is contingent upon an increase in the federal Medicaid match rate.

Sec. 1702. HCBS and Subsidized Housing Pilot Project – VETOED

Requires the Department to work with local waiver agents to implement a pilot project coordinating Section 8 rental assistance subsidies with Medicaid home and community based services for 100 persons in assisted living housing who otherwise would be eligible to receive Medicaid nursing home services.

Sec. 1703. Accessing Community-Based Support Project – VETOED

Allocates up to \$200,000 to the Michigan Association of Centers for Independent Living to facility the transition of disabled persons from nursing homes if additional funds become available.

Sec. 1704. Medicaid Hospital Bulletin

Deletes all references to hospital per diem payments from MSA hospital bulletin 01-03.

Sec. 1706. Pharmaceutical Program Public Information Campaign

Requires the Department to implement a public information campaign on the pharmaceutical best practice initiative.

Sec. 1709. Indigent Health Care

Reimburses Wayne County for any reduction in its distribution for indigent health care directly resulting from changes to the airport parking tax act.

Sec. 1710. MIChoice Home and Community Based Services – VETOED

Requires the Department to report proposed changes in the MIChoice home and community based services waiver program screening process to the House and Senate Appropriations Subcommittees on Community Health at least 30 days prior to implementation.

Sec. 1711. Medicaid Hospital Utilization Report

Requires the Department to provide an annual report on the hospitalization utilization of Medicaid recipients by diagnostic-related groups.

Sec. 1712. Long-Term Care, HMOs, Hospital Services and Medicaid Managed Care – VETOED

Clarifies that appropriations for Long-Term Care, HMOs, Hospital Services, and Medicaid Managed Care are specified in this act, notwithstanding the funding provisions in Public Acts 303 and 304 related to provider assessments.

Sec. 1713. School Based Services - REPEALED

Specifies that reimbursement for school based services shall only be made to school districts that are not in default on contracts with vendors providing billing services for Medicaid school based services.

Sec. 1714. Hospital Services Appropriation

Reduces the Hospital Services appropriation by \$149.2 million if HB 5103, the hospital provider assessment bill, is not enacted.

Sec. 1715. Medicaid Benefits Trust Fund

Directs any additional funds that are available from an increase in the federal Medicaid match rate above 55.42% that are not appropriated in sections 449 and 1701 to be deposited in the Medicaid Benefits Trust Fund.



Mitchell E. Bean, Director
Bill Fairgrieve, Deputy Director

COMMUNITY HEALTH..... Bill Fairgrieve, Deputy Director
Medicaid Bill Fairgrieve, Senior Analyst
Mental Health–Substance Abuse Margaret Alston, Senior Analyst
Public Health–Aging Susan Frey, Senior Analyst

EDUCATION AND HUMAN SERVICES..... Hank Prince, Associate Director
Higher Education..... Hank Prince, Senior Analyst
Career Development–Consumer and Industry Services–
Michigan Strategic Fund..... Robert Schneider, Senior Analyst
Community Colleges–Department of Education Caven West, Fiscal Analyst
Family Independence Agency
Administration–Grants–Staffing..... Myron Freeman, Senior Analyst
Child and Family Services–Juvenile Justice Erin Black, Fiscal Analyst
School Aid Mary Ann Cleary, Senior Analyst; Laurie Cummings, Fiscal Analyst
Transportation William E. Hamilton, Senior Analyst

GENERAL GOVERNMENT..... Al Valenzio, Associate Director
Capital Outlay–Retirement–Supplementals Al Valenzio, Senior Analyst
Agriculture–Judiciary–Legislative Transfers Tim Aben, Senior Analyst
Attorney General–Auditor General–Civil Rights–Executive Office–
Information Technology–Legislature–Management and Budget Robin Risko, Senior Analyst
Civil Service–History, Arts, and Libraries–Lottery–State–Treasury Steve Stauff, Senior Analyst
Corrections–Bill Analysis System Marilyn Peterson, Senior Analyst
Clean Michigan Initiative–Environmental Quality–Federal Funds Monitoring–
Natural Resources–Natural Resources Trust Fund..... Kirk Lindquist, Senior Analyst
Military and Veterans Affairs–State Police..... Kyle I. Jen, Fiscal Analyst

ECONOMIC/REVENUE FORECAST–TAX ANALYSIS Rebecca Ross, Senior Economist
Jim Stansell, Economist

FISCAL OVERSIGHT, AUDIT AND LITIGATION Myron Freeman, Senior Analyst

MANAGEMENT SUPPORT STAFF

Office Manager..... Sharon Risko, Administrative Assistant
Publications and Data Jeanne Dee, Administrative Assistant
Community Health–Corrections–Family Independence Agency–
HFA Library Tumai Burris, Budget Assistant
Career Development–Community Colleges–Consumer and Industry Services–
Education–Higher Education–Michigan Strategic Fund–School Aid–
Transportation–HFA Internet..... Barbara Graves, Budget Assistant
Agriculture–Capital Outlay–Environmental Quality–General Government–
History, Arts, and Libraries–Judiciary–Military and Veterans Affairs–Natural Resources–
Retirement–Revenue and Tax Analysis–State Police–Supplementals–Transfers–
Bill Analysis–Daily Calendar..... Julie Stapelman, Budget Assistant
Facilities Coordinator..... Tina Gee, Receptionist

December 2002



Additional copies of this report can be obtained from:

House Fiscal Agency

P.O. Box 30014

Lansing, MI 48909-7514

(517) 373-8080

FAX (517) 373-5874

www.house.mi.gov/hfa